Polaris Ltd.
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Singapore 408830
T +65 6309 9088
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Co. Registration No. 198404341D

POLARIS LTD.

(Company Registration No.: 198404341D)
(Incorporated in the Republic of Singapore)

CHANGE OF SHAREHOLDING IN SUBSIDIARIES

The Board of Directors (the "**Board**") of Polaris Ltd. (the "**Company**" or together with its subsidiaries, the "**Group**") wishes to announce that the Company has on 11 April 2017 subscribed for 2,450,000 new ordinary shares (the "**KKC Shares**") in the capital of Polaris KKC Holdings Pte. Ltd. ("**Polaris KKC**"), a subsidiary of the Company, pursuant to a rights issue undertaken by Polaris KKC. Following the subscription, the Company's shareholding in Polaris KKC has increased from 70% to 85.3% of the total issued and paid-up share capital of Polaris KKC.

The aggregate value of the consideration for the KKC Shares is USD1,000,000 in cash based on the issue price of USD0.40816 for each KKC Share. The net tangible asset value of the KKC Shares, based on the management accounts of Polaris KKC dated 31 December 2016, is USD2,326,797.52. The book value of the KKC Shares is the same as the net tangible asset value. There was no valuation undertaken in respect of the KKC Shares and no applicable open market value as KKC Polaris is not a listed entity.

The Board also wishes to announce that Polaris KKC has on 11 April 2017 subscribed for 3,591,000 new ordinary shares (the "**CM Shares**") in the capital of CM Polaris Pte. Ltd. ("**CM Polaris**"), a subsidiary of Polaris KKC, pursuant to a rights issue undertaken by CM Polaris. Following the subscription, Polaris KKC's shareholding in CM Polaris has increased from 66.7% to 83.7% of the total issued and paid-up share capital of CM Polaris.

The aggregate value of the consideration for the CM Shares is USD1,000,000 in cash based on the issue price of USD0.27847 for each CM Share. The net tangible asset value of the CM Shares, based on the management accounts of CM Polaris dated 31 December 2016, is USD619,832.56. The book value of the CM Shares is the same as the net tangible asset value. There was no valuation undertaken in respect of the CM Shares and no applicable open market value as CM Polaris is not a listed entity.

The above subscriptions are funded by internal resources and are not expected to have any material impact on the consolidated net tangible assets per share and earnings per share of the Company and the Group for the financial year ending 31 December 2017.

None of the Directors (other than in his capacity as a Director or shareholder of the Company, as the case may be) and controlling shareholders of the Company has any interest, direct or indirect, in the Disposal.

By Order of the Board,

Ang Chuan Hui, Peter
Executive Director & CEO

11 April 2017

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This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte Ltd, for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST) Listing Manual Section B: Rules of Catalist. The Company's Sponsor has not independently verified the content of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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