



CNA GROUP LTD.
(Company Registration No. 199000449K)

**CLAIM AGAINST THE COMPANY IN CONNECTION WITH A CORPORATE GUARANTEE
ISSUED IN CONNECTION WITH CERTAIN OBLIGATIONS OF THE COMPANY'S THAI
SUBSIDIARY**

The Board of Directors (the “**Board**”) of CNA Group Ltd. (the “**Company**”) wishes to inform that it has been served with a writ of summons (the “**Writ**”) filed by Pyramid Corporation Ltd (the “**Plaintiff**”), wherein the Company is named as the defendant.

The claim arises from a construction contract between the Plaintiff and CNA Advance Ltd. (“**CNAA**”), a Thai subsidiary of the Company, dated 1 November 2012 (the “**Construction Agreement**”). While the project has been fully completed, a dispute has arisen in relation to the percentage completion attributable to CNAA. As of the date of this announcement, there has been no determination of any liability due from CNAA to the Plaintiff.

The Plaintiff has alleged that the Company is liable under a guarantee made around 25 July 2013 of the performance of CNAA of its obligations under the Construction Agreement. In the Writ, the Plaintiff claims for, *inter alia*, (i) performance security as well as certain incidental costs (or alternatively damages to be assessed); ; (ii) interest; and (iii) costs (the “**Claim**”). The amounts quantified under the Claim are: (a) US\$3,225,000; and (b) further sums of JPY 49,786,931, THB 27,598,131 and US\$96,153.42 being certain contract payment amounts alleged to be due and owing from CNAA.

The Company will vigorously contest and defend itself against the Claim and is seeking legal advice in respect of the Writ as well as is exploring, with the assistance of its legal counsel and other professional advisers, the various options available to it.

The Company will make such further announcements as and when appropriate to keep shareholders informed of any further developments on the above matter.

By Order of the Board
Michael Lee Thiam Chye
Joint Company Secretary
7 August 2014