KLW HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199504141D)
(the "**Company**")

UPDATE ON THE COMPANY'S CHANGE IN CONTROLLING SHAREHOLDER

The Board of Directors (the "**Board**") of KLW Holdings Limited refers to the changes of director's interest and substantial shareholders' interest announcements on 31 August 2015 and wishes to update shareholders on the development subsequent to the change in controlling shareholder of the Company as follows:-

1) Pursuant to Mr Lee Boon Teck's ("**Mr Lee**") cessation as the controlling shareholder of the Company (currently holds 0.1% of the Company's shares), he will remain as the Managing Director of the Company and continue to manage the business of the Company, particularly the core door-making business of the Company;

2) Mr Lee will continue to assist the Company to ensure the completion of the special audit and the recovery of the outstanding payments in relation to the term sheets (please see the Company's announcement dated 28 August 2015 for further information);

3) The Board has, in the interim, authorised the Independent Directors as co-signatories for the issuance of cheques and authorisation of funds transfer for significant cash payments, pending the implementation of further measures to strengthen the internal controls and management of the Company;

4) The new controlling shareholder of the Company, Mr Quek Chek Lan has indicated to the current Board of his intention to restructure or strengthen the Board composition of the Company in due course; and

5) Notwithstanding point (4) above, there will not be any immediate change to the current Board until the completion of the special audit and the determination of course of action to be taken, if any, subject to the outcome of the special audit.

Shareholders are advised to exercise caution when dealing in the securities of the Company and to refrain from taking any action in relation to their shares which may be prejudicial to their interests.

By Order of the Board
KLW Holdings Limited

2 September 2015

---

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, SAC Capital Private Limited ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

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

Name: Mr. Ong Hwee Li, Registered Professional
Address: 1 Robinson Road, #21-02 AIA Tower, Singapore 048542
Tel: (65) 6532 3829