

**ANNOUNCEMENT PURSUANT TO RULE 704(5) OF THE LISTING MANUAL IN
RELATION TO THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL
YEAR ENDED 31 DECEMBER 2016**

Pursuant to Rule 704(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board of Directors (the "Board") of Nobel Design Holdings Limited (the "Company") wishes to announce that the independent auditors of the Company, Messrs Ernst & Young LLP ("EY"), in its Independent Auditor's Report has issued a qualified opinion ("Qualified Opinion") on the current year's financial statements because of the possible effect that the qualification in EY's audit opinion on the financial statements for the year ended 31 December 2015 has on the comparability of the current period's figures and the corresponding figures on the cost of sales reported in the consolidated statement of comprehensive income and related notes.

However, this qualification does not extend to inventory quantities and balances as at the end of FY2015 and FY2016, for which EY attended the inventory count and performed the requisite audit procedures on those inventory balances.

An extract of the Qualified Opinion in the Independent Auditors' report is set out below:

"Basis for Qualified Opinion"

We were appointed auditors of the Group on 7 September 2015. Consequently we were not able to observe the counting of the physical inventories as at 1 January 2015 or satisfy ourselves concerning those inventory quantities via alternative means. The closing balance of the inventories as at 31 December 2014 was carried forward to form the opening balance of the inventories for the year ended 31 December 2015. Since opening inventories affect the determination of the cost of sales for the year ended 31 December 2015, we were unable to determine whether adjustments to the cost of sales and opening retained earnings might be necessary for 2015. Any adjustment to this figure would have a consequential effect on the results of the operations for the year ended 31 December 2015. This resulted in us qualifying our audit opinion on the financial statements for the year ended 31 December 2015. Our opinion on the current year's financial statements is also qualified because of the possible effect of this matter on the comparability of the current period's figures and the corresponding figures on the cost of sales reported in the consolidated statement of comprehensive income and related notes.

"Qualified Opinion"

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements of the Group and the balance sheet of the Company are properly drawn up in accordance with the provisions of the Companies Act, Chapter 50 (the "Act") and Financial Reporting Standards in Singapore ("FRSs") so as to give a true and fair view of the consolidated financial position of the Group and the financial position of the Company as at 31 December 2016 and of the consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group for the year ended on that date."

Shareholders are advised to refer to the Independent Auditor's Report and the audited financial statements as they will be set out in the Company's annual report for FY2016 which will be despatched to shareholders very soon.

By Order of the Board

Goon Eu Jin Terence
Chief Executive Officer and Group Managing Director

31 March 2017