

P R E S S R E L E A S E

**EuroSports Global completes Sale and Leaseback Arrangement;
intends to declare one-time special dividend**

- *One-time special dividend of between \$6 million and \$8 million to be funded solely by the sale proceeds, subject to shareholders' approval*
- *Translates to over 10.0% in dividend yield per share, based on share capital of 265 million shares and closing share price of 22.0 Singapore cents on 17 March 2014*
 - *Fulfils commitment made to investors at the time of IPO*

SINGAPORE, 18 March 2014 – EuroSports Global Limited (“**EuroSports Global**” and together with its subsidiaries, the “**Group**”), a leading luxury lifestyle company with the only authorised dealership for Lamborghini automobiles in Singapore, today announced the successful completion of the sale and leaseback arrangement relating to its premises at 30 Teban Gardens Crescent (the “**Sale and Leaseback Arrangement**”) for a consideration of \$41.0 million¹, paving the way for the declaration of a one-time special dividend of between \$6 million and \$8 million in the financial year ended 31 March 2015.

Based on a share capital of 265 million shares and the closing share price of 22.0 Singapore cents on 17 March 2014, this translates to a dividend of between 2.26 Singapore cents and 3.02 Singapore cents per share representing a dividend yield of over 10.0% per share.

EuroSports Global, which was listed on the Catalist Board of the Singapore Exchange Securities Trading Limited on 17 January 2014, had disclosed in its offer document, its intention to declare this one-time special dividend upon the successful completion of the Sales and Leaseback Arrangement when it launched its Initial Public Offering (“**IPO**”). As disclosed, the dividend payout is subject to shareholders' approval at a general meeting and it will be funded solely by the sale proceeds arising from the Sale and Leaseback Arrangement.

¹ An upfront land premium of S\$1.8 million, covering the period until 31 May 2017, the expiry of the initial land lease term, was paid by the Group via a set off against the consideration of S\$41.0 million arising from the Sale and Leaseback Arrangement. Cambridge Industrial Trust (“CIT”) is responsible for payment of the upfront land premium for the second term of land tenure of 22 years, which will be determined by JTC at the prevailing market rates. However, as a condition of the lease agreement, the Group will reimburse CIT on a pro-rata basis for the period until 16 March 2020. The upfront land premium of S\$1.8 million paid by the Group will be deferred and recognised in profit and loss from the start of the lease period to 31 May 2017 on the straight line method.

The Group's Executive Chairman and CEO, Mr Melvin Goh, said: *"We have recognised a gain from the Sale and Leaseback Arrangement and we are pleased to share part of the sale proceeds with our investors, fulfilling the commitment we made to them at the time of our IPO."*

"In the meantime, the Group is working hard on the business strategies and future plans that were outlined during our IPO and we hope to deliver results to our shareholders in time to come," added Mr Goh.

The Sale and Leaseback Arrangement was between the Group's wholly-owned subsidiary EuroSports Auto Pte Ltd and RBC Investor Services Trust Singapore Limited - formerly known as RBC Dexia Trust Services Singapore (in its capacity as trustee of Cambridge Industrial Trust) (the "**Purchaser**") and comprises the land, building and all mechanical and electrical equipment installed therein. It includes a newly constructed annex to the premises comprising a two-storey showroom, display area and office, part of which will house a new showroom for Alfa Romeo branded automobiles from April 2014.

As part of the Sales and Leaseback Arrangement, the Purchaser will lease the premises back to the Group for a period of six years commencing from 17 March 2014 with an option to renew the lease for a further six years.

About EuroSports Global Limited

The Group specialises in the business of distribution of ultra-luxury automobiles and luxury automobiles and provision of after-sales services.

The Group's automobile distribution business retails new ultra-luxury automobiles and luxury automobiles as well as pre-owned automobiles. It presently carries automobile brands comprising mainly Lamborghini, Pagani and Alfa Romeo, and customised automobiles supplied by Touring Superleggera.

The provision of after-sales services by the Group includes sales of automobile parts and accessories and the Group operates the only authorised service centre in Singapore for all the automobile brands it carries. In addition, the Group also operates an automobile leasing business as an ancillary business that complements its automobile distribution business.

In September 2012, the Group embarked on the luxury watch distribution and retail business and in November 2012, it secured the exclusive distributorship rights for the deLaCour brand of watches for Singapore, Malaysia, Indonesia, Thailand and Brunei.

**Issued for and on behalf of EuroSports Global Limited by
August Consulting**

Tel: +65 6733 8873

Wrisney Tan, wrisney@august.com.sg

Ho Lily, lily@august.com.sg

Jeremy Sing, jeremysing@august.com.sg

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The contact person for the Sponsor is Mr Eric Wong, Director, Corporate Finance. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.