



LIAN BENG GROUP LTD

Registration No. 199802527Z

**INCREASE IN REGISTERED CAPITAL OF JOINT VENTURE COMPANY IN THE PEOPLE'S
REPUBLIC OF CHINA**

The Board of Directors (the "**Board**") of Lian Beng Group Ltd (the "**Company**") refers to the Company's announcement on 24 March 2014 in relation to the joint venture company, Sino-Singapore KAP Construction Co., Ltd. (阿尔伯特园建筑工程有限公司) ("**SSKAP**"), in the People's Republic of China.

Further to the said announcement, the Board wishes to inform that KAP Holdings (China) Pte. Ltd. ("**KAP**"), a 15%-owned investment company held by Lian Beng (China) Pte. Ltd., a wholly-owned subsidiary of the Company, has entered into a further joint venture agreement (the "**JVA**") with Beijing Jin Hua Tong Da Real Estate Development Co., Ltd. (北京津华通达房地产开发有限公司) ("**BJJHTD**") and an additional joint venture partner, Herons Investment Limited ("**Heron's**").

Under the JVA, SSKAP will increase its registered capital from RMB360,000,000 to RMB450,000,000 (approximately SGD90,837,000) and the additional registered capital will be contributed entirely by Herons. Upon completion of the capital injections, KAP, BJJHTD and Herons will respectively hold 40%, 40% and 20% equity interest in SSKAP.

None of the Directors or controlling shareholders of the Company has any interest, directly or indirectly, in the aforesaid transaction, save through his shareholding (if any) in the Company.

By Order of the Board

Ong Pang Aik
Chairman and Managing Director
9 July 2014