

**ANNOUNCEMENT PURSUANT TO RULE 704(5) OF THE LISTING MANUAL IN
RELATION TO THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL
YEAR ENDED 31 DECEMBER 2015**

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 opening inventory for the audited financial statements of the Company and its subsidiaries (the “Group”) for the financial year ended 31 December 2015 (“FY2015”). The nature and contents of the Qualified Opinion relate only to the opening balance of the Group’s inventory quantity as at 1 January 2015.

EY was appointed as the auditor of the Group on 7 September 2015. According to Singapore Standards on Auditing (SSA) 510 *Initial Audit Engagements – Opening Balances*, the auditor is required to obtain sufficient appropriate audit evidence on opening balances as at 1 January 2015.

EY opined that they were not able to observe the counting of the physical inventories at the beginning of the financial year or satisfy themselves concerning those inventory quantities via alternative means.

However, this qualification does not extend to inventory quantities and balances as at the end of FY2015, 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 at the beginning of the year or satisfy ourselves concerning those inventory quantities via alternative means. The closing balance of the inventories for year ended 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.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements of the Group and the balance sheet of the Company are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the financial position of the Group and of the Company as at 31 December 2015 and of the financial performance, changes in equity and 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 FY2015 which will be despatched to shareholders very soon.

By Order of the Board

Goon Eu Jin Terence
Chief Executive Officer and Group Managing Director

4 April 2016