USP GROUP LIMITED
(INCORPORATED IN SINGAPORE)
(COMPANY REGISTRATION NO.: 200409104W)

UPDATE ON LITIGATION AGAINST TWO OF SCIENTIFIC & INDUSTRIAL INSTRUMENTATION PTE LTD FORMER DIRECTORS, A LOCAL COMPANY, TWO OTHER PERSONS AND THREE FORMER EMPLOYEES

Reference is made to the Company's Annual Reports for FYE 31 March 2018 at Note 31, it was stated that Scientific & Industrial Instrumentation Pte Ltd ("**SII**"), a subsidiary of the Company commenced a civil action against two of SII's former directors, a local company, two other persons and three former employees.

USP Group Limited (the "**Company**") wishes to announce that all parties have entered into a confidential Settlement Agreement as of 28 January 2019. Pursuant to the Settlement Agreement, Mr Leong Man Yin has agreed to sell his 49% stake in SII to USP Industrial Pte Ltd, a wholly owned subsidiary of the Company for a total consideration of SGD1.00 and his 10% stake in Supratechnic (M) Sdn Bhd to Supratechnic Pte Ltd for a total consideration of RM1.00. All claims, counterclaims, and allegations therein have been withdrawn by the parties to the suit.

The Company has taken all reasonable care to ensure that the facts stated in this announcement is fair and accurate in all material aspects as at the date hereof.

BY ORDER OF THE BOARD
USP Group Limited

Nah Ee Ling
Executive Director
29 January 2019