



SINGHAIYI GROUP LTD

(Incorporated in the Republic of Singapore)

(Company Registration No. 198801364K)

(the "Company")

RESPONSE TO SGX QUERIES REGARDING TRADING ACTIVITY

The Board of Directors (the "**Board**") of the Company refers to queries from the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 14 January 2016 regarding the unusual volume movements in the Company's shares today (the "**Queries**").

The Board's response to the Queries is as follows:

Question 1: Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 9 in Appendix 7A of the Catalyst Rules for further examples. - If yes, the information shall be announced immediately.

The controlling shareholder of the Company, Haiyi Holdings Pte Ltd ("**Haiyi**") has been buying the shares of the Company from open market and the announcements were made on a timely basis. The Company has on 14 January 2016 released the change in interests' announcements of Mr Gordon Tang and Ms Chen Huaidan @ Celine Tang in respect of the purchase of shares by Haiyi on 12 January 2016.

The Company is in the midst of discussion with Ang Cheng Guan Construction Pte Ltd to terminate the binding Memorandum of Understanding ("**MOU**") dated 31 March 2015 in relation to the proposed disposal of shares in the Company's subsidiary (please refer to the Company's announcement dated 1 April 2015). The termination of this MOU is not expected to have any material effect on the consolidated net tangible assets per share or the consolidated earnings per share of the Company for the financial year ending 31 March 2016. The Company will make the necessary announcement to update shareholders when the MOU is terminated.

The Company is presented with commercial opportunities as part of its ordinary course of business from time to time. At this juncture, none of the commercial opportunities are at an advanced stage of discussion nor has any binding agreement been entered into. There is no certainty that the commercial opportunities will be agreed or that any similar transaction will materialise. The Company will keep its shareholders updated if there are any material developments in respect of the commercial opportunities and announcements will be made as and when appropriate.

Apart from the above, the Company is not aware of any information not previously announced concerning the Company, its subsidiaries or associated companies which, if known, might explain the trading.



Question 2: Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

Save as disclosed above, the Company is not aware of any other possible explanation for the trading.

Question 3: Can you confirm your compliance with the listing rules and, in particular, Catalyst Rule 703?

The Company confirms that it is in compliance with the listing rules of the SGX-ST and in particular Catalyst Rule 703.

The Company has obtained the Board's approval on the aforesaid replies to the query raised by the SGX-ST. In addition, the Board collectively and individually takes responsibility for the accuracy of the aforesaid replies to the queries raised by the SGX-ST.

BY ORDER OF THE BOARD

Chen Huaidan @ Celine Tang
Group Managing Director

15 January 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Company's Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Company's Sponsor is Mr. Ong Hwee Li (Telephone: (65) 6532 3829) at 1 Robinson Road, #21-02 AIA Tower, Singapore 048542.