USP GROUP LIMITED
(Incorporated in Singapore)
(Company Registration No.: 200409104W)

UPDATE ON THE WINDING UP APPLICATION AGAINST BIOFUEL RESEARCH PTE LTD

Further to announcement made on 22 May 2015 and on 8 July 2015, (collectively, the "**Previous Announcements**") regarding the winding up application against Biofuel Research Pte Ltd ("**Biofuel**"), USP Group Limited (the "**Company**") wishes to provide a further update on the Application (as defined in the Previous Announcement).

As stated in the Previous Announcement, Biofuel made payment into court on 22 June 2015 ("**Payment**") and the Application was dismissed. On or about 19 May 2016, the Claimant accepted two Offers to Settle issued by Biofuel pursuant to Order 22A of the Rules of Court in respect of two separate actions (Suit No. 689/2015, an action by the Claimant against Biofuel, and Suit No. 490/2015, an action by Biofuel against the Claimant) ("**Settlement**").

Pursuant to this Settlement, an application was filed by Biofuel on 2 June 2016 to direct the Accountant General to pay, out of the Payment, to solicitors of the Claimant and Biofuel, the sums of $1,150,000 and $217,500.50 (together with any accrued interest) respectively. This application was granted by way of Order of Court (HC/ORC 3824/2016) on 3 June 2016 and Biofuel is in the process of obtaining payment out of court.

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 and that no material facts have seen omitted from this announcement.

The above-mentioned events are not expected to have any material impact on the financials of the Company.

BY ORDER OF THE BOARD
USP Group Limited

Li Hua
(Executive Chairman and Chief Executive Officer)
16 June 2016