

(Formerly known as LH Group Limited) (Incorporated in the Republic of Singapore) (Company Registration Number: 198203779D)

INCREASE IN ISSUED AND PAID-UP SHARE CAPITAL OF WHOLLY-OWNED SUBSIDIARY

The Board of Directors (the "Board") of Pacific Star Development Limited (the "Company" and together with its subsidiaries, the "Group") wishes to announce that the Company has increased the paid-up capital in its wholly-owned subsidiary, LH Aluminium Industries Pte. Ltd. ("LHAI"), by S\$1,500,000 from S\$20,350,000 to S\$21,850,000 (the "Capital Increase").

The Capital Increase is due to the issue and allotment of an additional 1,500,000 ordinary shares at S\$1.00 each to the Company for a total consideration of S\$1,500,000 which was satisfied in full by the payment in cash by the Company to LHAI.

The above transaction is funded by the internal resources of the Company and is not expected to have any material impact on the Group's consolidated net tangible assets or earnings per share for the current financial year ending 31 December 2017.

Save for their respective shareholdings in the Company, none of the directors, controlling shareholders or substantial shareholders of the Company, has any interest, whether directly or indirectly, in the above transaction.

ON BEHALF OF THE BOARD

Glen Chan CEO and Managing Director 28 July 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The 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 Sponsor is Mr. Sebastian Jones, SAC Capital Private Limited at 1 Robinson Road, #21-02 AIA Tower, Singapore 048542. Telephone number: +65 6532 3829. SAC Capital Private Limited is the parent company of SAC Advisors Private Limited.