

ORIENTAL GROUP LTD.
(Company Registration Number: 200401998C)
(Incorporated in the Republic of Singapore)

LETTER OF DEMAND BY ALMECH STEEL PTE LTD

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.*

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

The contact person for the Sponsor is Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.

The board of directors (the "**Board**" or the "**Directors**") of Oriental Group Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to inform that the Company received a letter of demand dated 29 November 2016 from the solicitors of Almech Steel Pte Ltd ("**Almech**") in relation to a claim by Almech against the Company for repayment of the sum amounting to US\$587,560.74 that is due from the Company to Almech for the supply of steel by Almech.

The letter stated that if payment of the sum is not made within seven (7) days of the date of the letter, Almech shall commence legal proceedings against the Company for recovery of the sum.

The Company is seeking legal advice on the above matters and will keep its shareholders updated on material developments arising from the above.

Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors should exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

BY ORDER OF THE BOARD

Lim Kok Hui
Executive Director and Chief Executive Officer
Oriental Group Ltd.

30 November 2016