

VASHION GROUP LTD.
(Incorporated in the Republic of Singapore)
(Company Registration Number: 19996220H)

UPDATES ON THE SALES AND PURCHASE AGREEMENT BY VASHION GROUP (H.K.) LIMITED, A WHOLLY OWNED SUBSIDIARY OF VASHION GROUP LTD.

1. The Board of Directors (the “**Board**”) of Vashion Group Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refer to:
 - (a) its earlier announcement on 8 November 2013 entitled “*ENTRY INTO OF SALE AND PURCHASE AGREEMENT IN RELATION TO THE PROPOSED DISPOSAL BY VASHION (H.K.) LIMITED, A WHOLLY OWNED SUBSIDIARY OF VASHION GROUP LTD., OF THE ENTIRE SHARE CAPITAL IN SHENZHEN LOUIS GIANNI COSTUME CO. LTD.*”,
 - (b) its earlier announcement on 30 December 2013 entitled “*1. ENTRY INTO OF A SALE AND PURCHASE AGREEMENT FOR THE SALE OF DEBT BY LOUIS GIANNI COMPANY LIMITED, A WHOLLY OWNED SUBSIDIARY OF VASHION GROUP LTD. 2. ENTRY INTO OF A SUPPLEMENTARY AGREEMENT BY VASHION GROUP (H.K.) LIMITED A WHOLLY OWNED SUBSIDIARY OF VASHION GROUP LTD.*”,
 - (c) its circular to shareholders dated 13 January 2014 entitled “*THE PROPOSED DISPOSAL OF THE INTEREST OF THE COMPANY’S WHOLLY OWNED SUBSIDIARY, VASHION GROUP (H.K.) LIMITED, IN THE ENTIRE SHARE CAPITAL OF SHENZHEN LOUIS GIANNI COSTUME CO. LTD. 2. THE PROPOSED ALLOTMENT AND ISSUE OF 280,768,000 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY TO MR FU NGAI MAN, RAYMOND AND MR NG WAI HUANG AT AN ISSUE PRICE OF S\$0.01 FOR EACH NEW SHARE AS PERFORMANCE BONUS PURSUANT TO A SETTLEMENT AGREEMENT DATED 21 OCTOBER 2013*”,
 - (d) its full year financial results announcement on 28 February 2014,
 - (e) its earlier announcement on 30 December 2013 entitled “*ENTRY INTO OF FRANCHISE AGREEMENT IN BY VASHION GROUP (H.K.) LIMITED, A WHOLLY OWNED SUBSIDIARY OF VASHION GROUP LTD.*”,
 - (f) its earlier announcement on 2 April 2014 entitled “*1. ENTRY INTO OF A SUPPLEMENTARY AGREEMENT BY VASHION GROUP (H.K.) LIMITED, A WHOLLY OWNED SUBSIDIARY OF VASHION GROUP LTD. - UPDATES ON THE FRANCHISE AGREEMENT*”,
 - (g) its earlier announcement on 21 April 2014 entitled “*EXTENSION OF TIME TO COMPLY WITH RULE 707 OF CATALIST RULES IN RESPECT OF TIME TO HOLD THE ANNUAL GENERAL MEETING (“AGM”) OF THE COMPANY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013*”, and
 - (h) Its earlier announcement on 30 April 2014 entitled “*ENTRY INTO OF A SUPPLEMENTARY AGREEMENT BY VASHION GROUP (H.K.) LIMITED, A WHOLLY OWNED SUBSIDIARY OF VASHION GROUP LTD. - UPDATES ON THE FRANCHISE AGREEMENT*”.

(collectively the “**Earlier Announcements**”), unless otherwise defined, the capitalised words and phrases used herein shall have the same meanings as ascribed to them in the Earlier Announcements.

As disclosed in the Earlier Announcements, according to a Supplementary Agreement dated 30 December 2013 and the further supplementary agreement dated 31 March 2014 and 30 April 2014 between Vashion Group (H.K.) Limited and Seleni Group Limited (the “**Purchaser**”), the completion date (the “**Completion Date**”) of the Proposed Disposal of LGSZ shall take place by end May 2014.

The Board wishes to update the shareholders that the application and the administrative process for the transfer of legal title of LGSZ has been completed on 23 May 2014, the 3rd and 4th tranche payments in total of S\$1,000,000 will be received by 30 May 2014 by Vashion Group (H.K.) Limited. The remaining outstanding of S\$500,000 shall be paid by the Purchaser within 180 days of the Completion Date of 19 November 2014 .

By Order of the Board
Khoo Yick Wai

Chief Executive Officer
26 May 2014

This announcement has been prepared by the Company and reviewed by the Company's sponsor, CNP Compliance Pte. Ltd. ("**Sponsor**"), for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement including the accuracy or completeness of any of the information disclosed or the correctness of any of the statements or opinions made or reports contained in 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 correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Thomas Lam at 36 Carpenter Street, Singapore 059915, telephone: (65) 6323 8383; email: tlam@cnplaw.com.