

PACIFIC STAR DEVELOPMENT LIMITED

(FORMERLY KNOWN AS LH GROUP LIMITED)

(Incorporated in the Republic of Singapore)

(Company Registration Number 198203779D)

USE OF PROCEEDS FROM THE PROPOSED CONDITIONAL PLACEMENT

Unless otherwise defined, capitalised terms herein shall have the same meaning as ascribed to them in the Company's circular to shareholders dated 30 December 2016 (the "Circular").

Further to the announcements made on 6 February 2017 and 15 February 2017 in relation to the Proposed Conditional Placement, the Board of Directors (the "**Board**") of Pacific Star Development Limited (the "**Company**") wishes to announce that the proceeds raised from the Proposed Conditional Placement have been fully utilised in the following manner:

Use of proceeds	Amount of proceeds allocated (S\$'000)	Amount utilised to date (S\$'000)
Payment by the Company of the Cash Consideration pursuant to the Proposed Acquisition	5,771	5,771
Expenses incurred in connection with the Proposed Acquisition	2,532	2,532
Proposed Conditional Placement commission	309	309
Miscellaneous expenses	218	218
Total	8,830	8,830

The above utilisation of proceeds from the Proposed Conditional Placement is in line with the intended use as disclosed in the Circular.

BY ORDER OF THE BOARD

Glen Chan
CEO and Managing Director

22 February 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.