

ATTILAN GROUP LIMITED
(Incorporated in Singapore)
(Company Registration Number: 199906459N)

PROPOSED ISSUE OF 1% UNSECURED EQUITY LINKED REDEEMABLE STRUCTURED CONVERTIBLE NOTES DUE 2018 IN AGGREGATE PRINCIPAL AMOUNT OF UP TO S\$50,000,000

**- COMPLETION OF THE FIRST SUB-TRANCHE OF TRANCHE 1 NOTES
- ALLOTMENT AND ISSUANCE OF 62,500,000 CONVERSION SHARES**

1. The Board of Directors of Attilan Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s announcements made on 2 October 2015, 7 January 2016, 14 September 2016, 5 October 2016, 5 December 2016, 15 December 2016 and 5 January 2017 (the “**Announcements**”) in relation to, *inter alia*, the above mentioned subject matter. *Unless otherwise defined, all capitalised terms used herein bear the same meanings as in the Announcement.*
2. The Board wishes to announce that completion of the first sub-tranche of Tranche 1 Notes has taken place today in accordance with the terms and conditions of the Proposed Issue, and the first sub-tranche and Tranche 1 Notes have been duly issued.
3. The Board further wishes to announce that in accordance with the terms and conditions of the Subscription Agreement, the Subscriber has exercised its rights to convert four (4) Notes (Note Certificate Numbers T1-S1-01 to T1-S1-04 with an aggregate principal value of S\$200,000 on 13 January 2017.
4. The Notes will be converted into 62,500,000 Conversion Shares at the Conversion price of S\$0.0032 per Conversion Share.
5. The Conversion Price of S\$0.0032 was determined by taking 80.0% of the average of the closing price per share of the Company (“**Share**”) on any three consecutive Business Days as selected by the Noteholder during the 45 Business Days immediately preceding the relevant Conversion Date, being 13 January 2017. The three consecutive closing prices selected are as follows:

	Closing Price	Date
X	0.004	9 January 2017
Y	0.004	10 January 2017
Z	0.004	11 January 2017

6. As such, the Conversion Price is determined by the following calculation:

$$\text{Conversion Price} = \frac{X + Y + Z}{3} \times 0.80 = \text{S\$0.0032}$$

7. The Conversion Shares are issued unencumbered and free from any security interests, claims (including pre-emptive rights) or liens and will be freely transferable and shall rank *pari passu* in all respects with all other existing Shares, except that such Conversion Shares shall not be entitled to any dividends, rights, allotments or other distributions, the record date of which is before the relevant Conversion Date of the Notes.
8. Following the allotment and issuance of the Conversion Shares, the number of issued and paid-up ordinary Shares of the Company has increased from 1,097,505,101 to 1,160,005,101.

9. The Conversion Shares are expected to be listed and quoted for trading on the SGX-ST on or about 17 January 2017.
-

BY ORDER OF THE BOARD

Datuk Jared Lim Chih Li
Managing Director
13 January 2017