

UPDATE ANNOUNCEMENT ON THE SALE OF PROPERTY

References are made to Swee Hong Limited's (the "**Company**") announcements on, 8 October 2015 in relation to the exercise of an option to purchase the lease (the "**Lease**") granted by Jurong Town Corporation ("**JTC**") to the Company on 11 November 2011 over all that piece of land known as Lot 3570L of Mukim 11 and marked as Private Lot A0020500 at Plot KR0309 Kranji Link Singapore (the "**Property**") which was granted by United Overseas Bank ("**UOB**"), as mortgagee of the Company, to an entity (the "**Previous Buyer**"), and on 16 December 2015 in relation to an update that JTC had rejected the UOB's application for the assignment of the Lease to the Previous Buyer.

The board of directors ("**Board**") wishes to inform that, by way of a letter dated 18 March 2016, the Company was notified by solicitors acting for UOB that pursuant to the tender for the purchase of the Property conducted from 1 February 2016 to 1 March 2016, UOB had accepted an offer from Civil Tech Pte Ltd ("**Buyer**") to purchase the Property at the price of S\$4,150,000.

The Board was further notified that parties are in process of obtaining JTC's approval in respect of the sale.

The Board understands that Mr. Teo Boon Tieng, an independent director of the Company, is currently a non-executive director of the holding company of the Buyer. Save as disclosed, none of the directors or controlling shareholders of the Company has any interest, direct or indirect (other than through their respective shareholdings in the Company) in the sale of the Property.

The Company will continue to provide updates as and when necessary. In the meantime, the Board would advise shareholders and the investing public to exercise caution before making any decision in respect of their dealings in the Company's shares.

BY ORDER OF THE BOARD

Tan Swee Gek
Company Secretary
23 March 2016