ALLOTMENT AND ISSUE OF SHARES PURSUANT TO THE CONVERSION OF CAPITAL SECURITIES

The Board of Directors (the "**Board**") of Vallianz Holdings Limited (the "**Company**") refers to its previous announcements dated 3 October 2013, 13 November 2013, 17 February 2014, 24 February 2014, 12 March 2014, 18 March 2014, 26 March 2014, 2 April 2014 and 25 June 2014 in relation to, *inter alia,* the issue of redeemable convertible capital securities (the "**Capital Securities**") of a principal amount of US$35,200,000 (the "**Previous Announcements**").

Unless otherwise defined herein, all capitalised terms used in this announcement shall bear the same meanings and construction as ascribed to them in the Previous Announcements.

The Board wishes to announce that the Company has on 24 September 2014, allotted and issued 182,600,000 Conversion Shares pursuant to the conversion of Capital Securities of a principal amount of US$7,304,000 by Rawabi Holding Company Ltd and its permitted transferee at the conversion price of US$0.044 per Conversion Share. There will be no outstanding Capital Securities remaining after this conversion.

The Conversion Shares will rank *pari passu* in all respects with the existing ordinary shares in the capital of the Company (the "**Shares**"), save that they shall not rank for any dividends, rights, allotments, distributions or entitlements, the record date of which falls on or prior to the date of allotment and issue of the Conversion Shares. The 182,600,000 Conversion Shares will be listed, quoted and traded from 9.00 a.m. on or around 26 September 2014.

Following the issue of the 182,600,000 Conversion Shares, the number of Shares has increased from 2,732,578,789 Shares to 2,915,178,789 Shares.

By order of the Board

Yeo Chee Neng
Chief Executive Officer
24 September 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. ("Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not independently 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 correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Bernard Lui.

Telephone no.: (65) 6389 3000 Email: Bernard.lui@stamfordlaw.com.sg