KIAN HO BEARINGS LTD
(Incorporated in the Republic of Singapore)
(Company Registration No.: 197302030N)

ESTABLISHMENT OF SUBSIDIARY COMPANIES

The Board of Directors of Kian Ho Bearings Ltd (the "Company") wishes to announce that the Company had established the following wholly-owned subsidiary companies ("Subsidiaries") each with a paid-up capital of SGD2/- :

- Raffles Land & Investments Pte Ltd
- Raffles Majestic Realty Pte Ltd
- Raffles Acres Pte Ltd
- Raffles Majestic Investments Pte Ltd
- Raffles Property Management Pte Ltd

The principal activities of the Subsidiaries are mainly that of investment holding and property investment.

The rationale for the establishment of the Subsidiaries is to diversify the Company's business portfolio with the aim of increasing shareholder value.

The investment was funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year.

None of the Directors or Substantial Shareholders of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

Yeo Wee Kiong
Chairman
31 July 2014, Singapore