
UPDATE ANNOUNCEMENT

Unless otherwise defined herein, all capitalised terms used herein shall have the same meanings ascribed to them in the Company's announcements on 25 February 2015, 9 September 2015, 19 May 2016, 20 October 2016 and 30 December 2016.

As mentioned in the announcement dated 19 May 2016, due to the substantial costs of continuing the Expanded Investigations and the fees for completing the FY2014 Audit, the board of directors of the Company decided to suspend the Expanded Investigations and the FY2014 Audit until such time that the Company is able to meet the fees. Since the suspension of the Expanded Investigations and FY2014 Audit, the Company explored alternative options with PwC and has been working with PwC on the Extended Scope Audits.

The Company wishes to update that the Company is currently in advanced discussions with third parties in relation to the Proposed Disposal (as described in the 20 October 2016 announcement) and intends to restart the Expanded Investigations and the FY2014 Audit following the execution of the definitive agreements in relation to the Proposed Disposal and the announcement of the Proposed Disposal. The Company will keep shareholders informed on any material developments on the Proposed Disposal as and when appropriate.

The Company is presently working with PwC to confirm the schedule for the completion of the FY2014 Audit and the audit of the FY2015 Financial Statements and the FY2016 Financial Statements (the "**Relevant Audits**").

Given that the Expanded Investigations and the Relevant Audits have not been completed, the Board is of the view that the Company is presently not in a position to submit a resumption proposal to the SGX-ST.

Shareholders are advised to exercise caution when dealing in the securities of the Company and to refrain from taking any action in relation to their shares which may be prejudicial to their interests.

BY ORDER OF THE BOARD

Iwao Oishi

Executive Director, Vice Chairman and Acting Chief Executive Officer

Date: 10 May 2017