OLS ENTERPRISE LTD.

(Incorporated in the Republic of Singapore on 24 July 1968)
(Company Registration Number: 196800320E)

Quarterly Update Pursuant to Rule 1313(2) of the Listing Manual

The Board of Directors (the "**Board**") of OLS Enterprise Ltd. (the "**Company**") refers to the Company's announcement dated 3 December 2013 (the "**Announcement**") in relation to the Company being placed under Watch-List with effect from 4 December 2013.

Pursuant to Rule 1313(2) of the Listing Manual which requires the Company to provide a quarterly update on its financial situation, including its future direction, or other material development that may have significant impact on its financial position, the Board wishes to provide the following updates on the Company and its subsidiaries (the "**Group**") to complement the result announcement as released to the SGX for the reporting quarter ended 30 September 2014.

Update on Financial Position and Outlook

The Group's cash and bank balances as at 30 September 2014 was US$5.72 million as compared with US$2.51 million as at 31 March 2014.

For the three months ended 30 September 2014, the Group made a net profit of US$88,000 which was mainly due to the recovery of debts. As at 30 September 2014, the Group had net liabilities of US$3.13 million compared with US$8.92 million as at 31 March 2014.

The Company is anticipating a net positive assets position upon completion of the proposed Creditors' Scheme.

For more details on the financial position of the Group, please refer to our separate announcement on the Group's half year unaudited results ended 30 September 2014 ("Q2 Results FY2015") released on 12 November 2014.

Update on Future Direction and Other Material Development

The Group continues its efforts in implementing the proposed corporate actions.

The following exercises will continue to be carried out in FY2015:

(a) The Company had entered into a conditional share purchase agreement in relation to the Proposed Acquisition of the entire issued and paid up share capital of the Straits Construction Group Pte. Ltd. The Company will pursue the exercise in accordance with the requirements of Chapter 1015 of the Listing Manual which, inter alia, is subject to SGX-ST and shareholders' approval.

(b) The acquisition of 51% of the issued share capital of Mojo Films Sdn. Bhd has yet to be completed as the Company is waiting for certain conditions precedent to be met.

(c) The proposed Creditors' Scheme is in progress. The Creditors' Scheme is also subject to a number of conditions precedent to be fulfilled. The Company shall, in due course, convene an extraordinary general meeting to obtain shareholders' approval.

Save for the above and as previously announced, there are no other material developments that may have a significant impact on the financial position of the Group or on its future direction.

The Board will update shareholders on any material developments in due course and the Company will make further announcements as and when there are any subsequent developments.

BY ORDER OF THE BOARD
OLS ENTERPRISE LTD.

Koo Ah Seang
Executive Chairman
12 November 2014