

CHIP ENG SENG CORPORATION LTD
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199805196H)

**PROPOSAL FOR THE LISTING OF AND QUOTATION FOR UP TO 93,152,109 NEW ORDINARY
SHARES OF CHIP ENG SENG CORPORATION LTD**

The Board of Directors (the "**Board**") of **CHIP ENG SENG CORPORATION LTD** (the "**Company**") wishes to announce that it is proposing to alter and extend the Chip Eng Seng Performance Share Plan (the "**Plan**") which was approved by the Shareholders at an extraordinary general meeting on 27 April 2007 for an initial duration of up to a maximum period of 10 years from the date of adoption. The Plan is accordingly due to expire on 26 April 2017. Under the rules of the Plan, the Plan may be continued beyond the stipulated period with the approval of the shareholders by ordinary resolution in general meeting and any relevant authority which may then be required.

The Company may issue up to a maximum limit of 15% of the total number of shares of the Company (excluding treasury shares), being 93,152,109 ordinary shares in the capital of the Company as of the current date, under the Plan and the Chip Eng Seng Employee Share Option Scheme 2013, to be approved by the Shareholders at the annual general meeting of the Company on 26 April 2017 (the "**New Shares**").

The Company will make an additional listing application to the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"), for the listing of and quotation for the New Shares to be issued.

The issue of the New Shares is subject to the approval of the shareholders for the proposed alteration and extension of the Plan at the annual general meeting of the Company to be held on 26 April 2017, and the in-principal approval of the SGX-ST in respect of the proposed alteration and extension of the Plan and for the listing and quotation of the New Shares.

BY ORDER OF THE BOARD

Hoon Tai Meng
Executive Director
23 February 2017