



(Incorporated in the Republic of Singapore on 20 October 2010)
(Company Registration Number: 201022364R)

RE-ALLOCATION OF USE OF NET PROCEEDS OF THE PLACEMENT OF 15,000,000 ORDINARY SHARES IN THE CAPITAL OF LIBRA GROUP LIMITED

Unless otherwise defined, capitalised terms used herein shall bear the same meaning ascribed to them in the Company's announcements dated 26 September 2014, 2 October 2014 and 13 October 2014 in relation to the Placement (the "Announcements").

1. INTRODUCTION

The Board of Directors (the "**Board**") of Libra Group Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Announcements in connection with the placement of 15,000,000 ordinary shares in the capital of the Company which was announced on 26 September 2014 and completed on 13 October 2014 (the "**Placement**"). Further to the Announcements, the Company wishes to announce a re-allocation of the use of the Net Proceeds.

2. USE OF NET PROCEEDS OF THE PLACEMENT

- 2.1 As at the date of this announcement, the Company wishes to update that it has fully utilised the original amount of Net Proceeds allocated for general working capital purposes of S\$1.4 million.

3. RE-ALLOCATION OF NET PROCEEDS OF THE PLACEMENT

- 3.1 Pursuant to Rule 704(30) of the Catalist Rules, the Company wishes to announce that there will be a change in the use of the Net Proceeds of the Placement which was previously set out in the announcement dated 26 September 2014.

Pursuant to the re-allocation (further details of which are provided for below), the use of Net Proceeds as at the date of this announcement is set out below:

Use of Net Proceeds	Original Amount Allocated (S\$)	Amount Allocated pursuant to the re-allocation (S\$)	Amount Utilised (S\$)	Amount Unutilised (S\$)
General working capital	1,400,000	2,800,000	1,400,000 ⁽¹⁾	1,400,000
Potential investments and acquisitions	1,400,000	-	-	-
Total	2,800,000	2,800,000	1,400,000	1,400,000

Note:

(1) Utilised for capital expenditure of S\$1 million to purchase machinery and equipment in the manufacturing business segment and S\$0.4 million for making payments to suppliers in the mechanical and electrical business segment.

- 3.2 The Company is of the view that the original allocation for potential investments and acquisitions of S\$1.4 million would be better utilised for the Group's general working capital, such as (but not restricted to) funding the growth of the Group's mechanical and electrical as well as the building and construction businesses (for example, funding staff recruitment and making payments to suppliers).
- 3.3 In view of the above, the Company had re-allocated the full amount of the original allocation for potential investments and acquisitions of S\$1.4 million to fund the general working capital requirements of the Company (the "**Reallocated Proceeds**"). The Re-allocated Proceeds will be progressively disbursed based on the Company's general working capital requirements.
- 3.4 The Board considers that the aforementioned re-allocation is advantageous to the Company and in the best interests of the Company and its shareholders as a whole.
- 3.5 The Company will make periodic announcements via SGXNET on the utilisation of the Re-allocated Proceeds as and when they are materially disbursed.

By Order of the Board
LIBRA GROUP LIMITED

Chu Sau Ben
Executive Chairman and Chief Executive Officer

16 February 2015

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

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229-8088.