USP GROUP LIMITED
(the "Company")
(Incorporated in Singapore)
(Company Registration No.: 200409104W)

UPDATE TO INVESTMENT IN SG SUPPORT SERVICES PTE LTD

Further to the announcement dated 5 November 2016 where the Company disclosed that the major shareholder of SG Support Services Pte Ltd ("SGSS") filed for a winding up of SGSS, the Court has approved the action on 13 January 2017 despite the protest of both USP Industrial Pte Ltd ("USPI"), a wholly owned subsidiary of the Company and Mr Li Hua (one of the Directors of SGSS).

SGSS is a Singapore based company which the Company, through USPI, invested and owns 49%. USPI will be appealing against the decision. Pending the outcome of the appeal, as a matter of prudence, the Company is making a provision on the investment. USPI is represented by Rajah & Tann Singapore LLP and Mr Li Hua is represented by JSYeh & Co.

The Company will update the shareholders on the development of the matters in SGSS.

BY ORDER OF THE BOARD

Li Hua
(Executive Chairman and Chief Executive Officer)
16 January 2017