

ASIATIC GROUP (HOLDINGS) LIMITED

(Company Registration No.: 200209290R)

(Incorporated in the Republic of Singapore)

ENTRY INTO A MEMORANDUM OF UNDERSTANDING WITH BAMBOO CAPITAL JSC TO JOINTLY DEVELOP SOLAR FARMS IN VIETNAM

The Board of Directors (the “**Board**”) of Asiatic Group (Holdings) Limited (the “**Company**”) wishes to announce that Colben Energy (Singapore) Pte Ltd (“**CEPL**”), a wholly owned subsidiary of the Company, has on 12 August 2016 entered into a memorandum of understanding (“**MOU**”) with Bamboo Capital JSC (“**BCG**”), for both CEPL and BCG (collectively the “**Parties**”) to establish a concession company in Vietnam (“**Concession Company**”) for the development, operation and management of various potential solar farms in Vietnam (the “**Power Plants**”) for generation and sale of electricity (the “**Power Business**”).

Pursuant to the MOU, BCG will seek to procure the necessary financing, land, approvals, licenses and permits for the Power Plants and the Power Business and liaise with the relevant authorities for the purposes of entering into a power purchase agreement by the Concession Company (to be established) to sell the power generated by the Power Business to a government agency at a mutually acceptable tariff rate (the “**Concession**”).

BCG is desirous of appointing CEPL as the Engineering, Procurement and Construction (“**EPC**”) contractor for the Power Plants under a build, own, operate or transfer structure, and/or any other structure which both parties will mutually agree upon. It is intended that CEPL shall administer the project for the construction of the Power Plants until their completion, and shall thereafter operate and maintain the Power Plants.

In the event the Concession Company is established, BCG shall hold shares of up to 60% in the Concession Company and CEPL, together with its consortium, shall hold shares of up to 40% in the Concession Company. BCG shall be responsible for mobilizing loans of up to 80% of the investment capital in the Concession Company. As part of its capital contribution, BCG shall contribute the initial fund to acquire the land to build the Power Plants and CEPL, together with its consortium shall arrange the balance capital of up to 20% of the total project capital to meet the conditions for disbursement of BCG’ loans. The Parties shall in due course enter into a definitive joint venture or shareholders’ agreement to govern their respective rights and obligations.

The MOU allows CEPL and BCG to make the necessary arrangements to undertake the required feasibility studies prior to entering into any binding contract in connection with submitting an application for the Concession (the “**Contract**”).

The MOU is valid up till the entry into the Contract, the termination of the MOU by mutual agreement in writing between the Parties; or for a period of thirty-six months from the date of entry into the MOU.

None of the directors or the controlling shareholders of the Company has any direct or indirect interest in this MOU, save through their shareholding interests in the Company.

The MOU is not expected to have any material effect on the earnings per share or the net tangible assets per share of the Group for the current financial year ending 31 March 2017 as currently no definitive agreements or contracts have been entered into. The Company will make further announcements as and when there are material developments on the above.

For more details of the Parties, please visit their respective websites at:-

BCG - www.bamboocap.com.vn/en

CEPL - www.asiatic.com.sg

BY ORDER OF THE BOARD

Tan Boon Kheng
Managing Director
12 August 2016

This announcement (the “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 Catalist. The Sponsor has not verified the contents of the 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 the Announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in the Announcement.

The contact person for the Sponsor is Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.