AGV GROUP LIMITED
(Company Registration No. 201536566H)
(Incorporated in the Republic of Singapore on 2 October 2015)

PROPOSED PLACEMENT OF UP TO 18,000,000 NEW ORDINARY SHARES IN THE CAPITAL OF AGV GROUP LIMITED - TERMINATION OF SUBSCRIPTION AGREEMENT

Capitalised terms not defined herein shall bear the same meaning ascribed to them in the First Announcement.

Further to the announcement released on 8 February 2018 (the "**First Announcement**"), the Directors of AGV Group Limited (the "**Company**") (the "**Board**") wishes to announce that the Company has on 1 March 2018 entered into a termination agreement (the "**Termination Agreement**") with the Subscribers to formally terminate the Subscription Agreement for the issuance of 18,000,000 new shares in the Company to the Subscribers. Following the execution of the Termination Agreement, the Company's and Subscribers' respective obligations and liabilities under the Subscription Agreement shall cease.

The Subscription Agreement entered into with the Subscribers was terminated with mutual consent and with no further recourse after due consideration by both parties and taking into account the current unfavourable market sentiments. The Company will continue to explore other potential strategic investments and opportunities and/or alternative modes of capital fund-raising with a view to enhance the operations and growth of the Company. The Company is not expected to incur any costs (other than professional fees) arising from the Termination Agreement and the termination of the Subscription Agreement shall not have any material adverse impact on the business operation and financial position of the Company.

None of the Directors has any interest, direct or indirect, in the Termination Agreement and as far as the Directors are aware, none of the substantial shareholders of the Company has any interest, direct or indirect, in the Termination Agreement.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board

Albert Ang Nam Wah
Executive Director and Chief Executive Officer

1 March 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Hong Leong Finance Limited, for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Tang Yeng Yuen, Vice President, Head of Corporate Finance who can be contacted at 16 Raffles Quay, #01-05, Hong Leong Building, Singapore 048581, Telephone: (65) 6415 9886.