BLUMONT GROUP LTD.
(Company Registration No.: 199302554G)
(Incorporated in the Republic of Singapore)

APPLICATION TO THE HIGH COURT OF THE REPUBLIC OF SINGAPORE IN RESPECT OF SHARE AWARDS UNDER THE BLUMONT PERFORMANCE SHARE PLAN

1. INTRODUCTION

The Board of Directors (the "**Board**") of Blumont Group Ltd. (the "**Company**") refers to the following announcements of the Company in relation to the grant of awards ("**Awards**") of ordinary shares in the capital of the Company ("**Shares**") and the allotment and issuance of new Shares pursuant to the vesting of Awards ("**Award Shares**"):

(a) the announcement dated 15 December 2015 that 215,000,000 Awards (the "**2015 Awards**") had been granted under the Blumont Performance Share Plan on 15 December 2015;

(b) the announcement dated 16 December 2015 that 215,000,000 Award Shares (the "**2015 Award Shares**") had been allotted and issued on 16 December 2015 pursuant to the vesting of the 2015 Awards;

(c) the announcement dated 13 June 2017 that 4,120,000,000 Awards (the "**2017 Awards**") had been granted under the Blumont Performance Share Plan on 13 June 2017; and

(d) the announcement dated 19 June 2017 that 4,120,000,000 Award Shares (the "**2017 Award Shares**") had been allotted and issued on 19 June 2017 pursuant to the vesting of the 2017 Awards.

2. THE 2017 AWARD SHARES

Under the Rules of the Blumont Performance Share Plan, the total number of Shares available for issue under the Blumont Performance Share Plan, the Blumont Employee Share Option Scheme and any other share-based incentive schemes of the Company shall not exceed 15% of the total number of issued Shares excluding treasury shares on the day preceding the relevant date of grant of the Awards.

The 2017 Award Shares constituted 14.97% of the 27,525,762,183 total issued Shares as at 12 June 2017, being the day preceding the grant of the 2017 Awards. However, the Company has been advised that when aggregated with the 2015 Award Shares, the total number of 4,335,000,000 Award Shares issued under the Blumont Performance Share Plan constituted 15.75% of the 27,525,762,183 total issued Shares as at 12 June 2017, being the day preceding the grant of the 2017 Awards, which exceeded the 15% limit prescribed under the Rules of the Blumont Performance Share Plan. The previous issuance of the 2015 Award Shares on 16 December 2015 was inadvertently not taken into account in calculating the permitted number of Shares which could be issued and allotted under the Blumont Performance Share Plan.

Accordingly, in view of the foregoing, pursuant to Section 161(6) of the Companies Act (Chapter 50) of Singapore ("**Companies Act**"), the Company has been advised that the allotment and

issuance of the 2017 Award Shares was void.

The Company also understands that as at the date of this announcement, certain employees to whom 2017 Award Shares had been allotted and issued have sold 45,000,000 Award Shares in aggregate (collectively, the "**Traded Award Shares**") on-market.

3. APPLICATION TO THE HIGH COURT OF THE REPUBLIC OF SINGAPORE

Following consideration by the Compensation Committee of the Company and the Board of (i) the foregoing matters and (ii) the fact that the consolidated income statement of the Company would have recorded a deepening net loss position had the allotment and issuance of the 2017 Award Shares been valid, the Board wishes to announce that the Company has today made an application to Court (i) to seek a declaration that the allotment and issuance of 4,075,000,000 Award Shares (which have not been traded on-market) is void, and (ii) to validate and confirm the allotment and issuance of the Traded Award Shares pursuant to Section 72 of the Companies Act in the interests of ensuring an orderly market in the trading of the Company's Shares (the "**Court Application**")

The Company will also be making such applications and/or filings to the SGX-ST, CDP and/or the Accounting and Corporate Regulatory Authority ("**ACRA**") as may be required in connection with the foregoing matters and will work with the SGX-ST, CDP and/or ACRA to make the necessary rectifications to the Company's records and statutory registers if and when the High Court of Singapore makes the relevant orders sought by the Company in the Court Application.

Assuming that (i) the allotment and issuance of the 4,075,000,000 Award Shares which have not been traded on-market is declared void, and (ii) the allotment and issuance of the 45,000,000 Traded Award Shares is validated and confirmed, the total issued and paid-up share capital of the Company will be approximately S$127,338,850 comprising 27,570,762,183 Shares.

4. FURTHER ANNOUNCEMENTS

The Company will release further announcements when there are material updates or developments in respect of the Court Application and the foregoing matters.

BY ORDER OF THE BOARD
Blumont Group Ltd.

Ng Kim Huatt
Executive Director
1 December 2017