SINGAPORE eDEVELOPMENT LIMITED

(Incorporated in Singapore)
(Company Registration No. 200916763W)

Litigation

The Board of Directors of Singapore eDevelopment Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that the Company has been informed by its solicitors on 1 April 2015 that a Writ of Summons and a Statement of Claim ("**SOC**") dated 18 March 2015 have been served on it by the solicitors acting for Mr Liew Sen Keong ("**Plaintiff**", "Mr Liew"), a former executive director of the Company.

The said legal proceedings have been commenced by way of Suit No. 257 of 2015 ("**Suit 257**") commenced in the High Court of the Republic of Singapore against the Company. The Company has entered appearance in Suit 257 to state its intention to defend the Plaintiff's alleged claims in the said action.

According to the SOC, the Plaintiff claims against the Company for the sum of S$1,500,000.00 and interest and costs in respect of a loan granted by the Plaintiff to the Company in 2014.

The Company is currently seeking legal advice and will, in consultation with its legal advisors, take such steps as necessary to vigorously defend the Plaintiff's claim.

The shareholders should be aware that the Company had disclosed in its full-year results announcement for FY2014 dated 27 February 2015, Mr Liew had undertaken in the CCM Industrial Pte Ltd ("CIPL") Sale & Purchase Agreement, amongst other things, to procure that outstanding corporate guarantees issued by the Company for the benefit of CIPL be replaced by back to back guarantees to be given by the purchaser of CIPL, namely Raymond Brother Builder Pte Ltd. Mr Liew had failed to procure such replacement. As such, the Company had formally demanded payment from Mr Liew and Raymond Brother Builder Pte Ltd of S$8,489,889.00 due to performance bonds called and indemnified by the Company as a result of these corporate guarantees. As at the date hereof, the amount demanded by the Company remains outstanding.

The Company will release further announcements to update its shareholders on any material developments in relation to the aforesaid matter as and when appropriate. Shareholders and potential investors are advised to exercise caution when dealing with the securities of the Company in relation to this announcement.

For and on behalf of the Board

Chan Heng Fai
Executive Director and Chief Executive Officer
2 April 2015

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

This announcement has not been examined or approved by SGX-ST. The Sponsor and the SGX-ST assume 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.

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