

UTILISATION OF PLACEMENT PROCEEDS

The Board of Directors ("**Board**") of Pavillon Holdings Ltd. ("**Company**") refers to the Company's announcement dated 19 March 2014 ("**Announcement**") in relation to the completion of placement. Unless otherwise defined, all capitalised terms used herein shall have the meanings ascribed to them in the Announcement.

Further to the Announcement, the Board wishes to update the shareholders that the Company has utilized a portion of the placement proceeds ("**Proceeds**") amounting to S\$24,840,000 as follows:-

Capital Injection into State Research Pavillon Financial Leasing Co., Ltd	S\$4,318,500 (equivalent to USD3,000,000)
Total placement fund utilized to date	S\$ 10,685,500
Balance of the Proceeds	S\$ 14,154,500

The Company will continue to provide periodic announcement(s) on the utilization of the balance of the placement proceeds as and when such proceeds are materially deployed.

By Order of the Board

Dr John Chen Seow Phun
Executive Chairman

Date: 13 January 2016