RYOBI KISO HOLDINGS LTD.
(Company Registration No. 200803985D)
(Incorporated in the Republic of Singapore)

FINANCIAL IMPACT ON OUT-OF-COURT SETTLEMENT BETWEEN RYOBI KISO (S) PTE LTD AND LUM CHANG BUILDING CONTRACTORS PTE LTD

The Board of Directors (the "**Board**") of Ryobi Kiso Holdings Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that in relation to the announcement made on 15 January 2016, the Group is expected to recognise unrecoverable progress claim and costs of about S$9.3 million in the financial year ending 30 June 2016.

BY ORDER OF THE BOARD

Ong Tiong Siew
Chief Executive Officer and Executive Director

16 January 2016