

MARY CHIA HOLDINGS LIMITED
Company Registration No. 200907634N
(Incorporated in Singapore)

UPDATE ON ARBITRATION PROCEEDING RELATING TO A JOINT VENTURE BY MARY CHIA BEAUTY & SLIMMING SPECIALIST PTE LTD AND SLIM BEAUTY HOUSE CO., LTD.

1. The Board of Directors (the “**Board**”) of Mary Chia Holdings Limited (the “**Company**”) and together with its subsidiaries (the “**Group**”) refer to the announcements of the Company dated 27 April 2015, 31 May 2016, 24 August 2016 and 13 July 2017 (the “**Announcements**”) in relation to the following:
 - a) the joint venture between the Company’s wholly-owned subsidiary, Mary Chia Beauty & Slimming Specialist Pte Ltd (“**MCBSS**”), and Slim Beauty House Co., Ltd (“**SBH**”), a company incorporated in Japan, for the purpose of setting up a beauty and slimming service centre to provide and distribute wellness related services and consultations in Singapore (the “**Joint Venture**”);
 - b) SBH’s purported termination of the Joint Venture; and
 - c) the arbitration proceedings initiated by SBH against MCBSS, in respect of which the Singapore International Arbitration Centre has issued the following award on 7 July 2017, ordering *inter alia*, that MCBSS shall pay to SBH the following (the “**Final Award**”):
 - (i) S\$315,419.95 as damages for expectation loss arising out of the MCBSS’s breach of the joint venture agreement; and
 - (ii) S\$238,552.29 and JPY2,479,409 (approximately S\$30,000) as costs.
2. In connection with the Final Award and its application to the High Court of Singapore (the “**Court**”) to set aside the Final Award (the “**Application**”), the Company wishes to announce that MCBSS has on 31 August 2017, transferred a sum of S\$584,716.92 (the “**Sum**”) to MCBSS’ solicitors’ trust account upon which MCBSS’ solicitors have furnished an undertaking on 1 September 2017, to SBH’s solicitors to (i) hold the Sum by way of security for the sums awarded to SBH under the Final Award; and (ii) release the same to SBH’s solicitors or SBH without set-off, unless the Court otherwise orders, in the event that the Application and all other appeals by MCBSS therefrom, are dismissed and the matter is finally disposed of in SBH’s favour.
3. The Company also wishes to update that the hearing date for the Application before the Court has been fixed for 25 September 2017.
4. The Company will, in compliance with the applicable rules of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, make such further announcements as appropriate.

Responsibility Statement

The Directors (including any who may have delegated detailed supervision of this announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this

announcement are fair and accurate and that no material facts have been omitted from this announcement, and they jointly and severally accept responsibility accordingly.

Where any information has been extracted or reproduced from published or publicly available sources, the sole responsibility of the Directors has been to ensure through reasonable enquiries that such information is accurately extracted from such sources or, as the case may be, reflected or reproduced in this announcement.

By Order of the Board

Ho Yow Ping (He YouPing)
Chief Executive Officer
8 September 2017

This announcement has been prepared by Mary Chia Holdings Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

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

The contact person for the Sponsor is Ms Gillian Goh, Director, Head of Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).