Kingsmen Creatives Ltd.
(Company Registration No.: 200210790Z)

UPDATE ON THE LEGAL PROCEEDINGS IN RELATION TO AN EXHIBITION CONSTRUCTION PROJECT IN THE PEOPLE'S REPUBLIC OF CHINA ("PRC")

Reference is made to the announcement by Kingsmen Creatives Ltd. (the "**Company**") dated 26 April 2014 in relation to the legal proceedings ("**Proceedings**") Guang Zhou Audio Visual Communication Ltd (广州爱惟希会展服务有限公司) (the "**Plaintiff**") commenced against the Company's subsidiary, Kingsmen Beijing Co., Ltd ("**KBJ**") in connection with an accident which occurred during the construction of an exhibition construction project in Chengdu, Sichuan Province, PRC.

The Company previously announced, *inter alia*, that (i) the Intermediate People's Court of Chengdu in Sichuan Province, PRC (四川省成都市中级人民法院) issued a judgment in favour of the Plaintiff, pursuant to which KBJ was ordered to pay to the Plaintiff a total sum of approximately RMB 7.6 million (S$1.5 million); and (ii) KBJ submitted an appeal to the Higher People's Court of Chengdu in Sichuan Province, PRC (四川省高级人民法院).

The Company wishes to announce that following the appeal process, the parties have reached a full and final settlement on 4 September 2014 through mediation ("**Settlement**") to resolve all claims in connection with the Proceedings. The parties have agreed that the Settlement does not constitute an admission of liability by either party. The details and terms of the Settlement are confidential.

None of the directors or controlling or substantial shareholders of the Company has any interest, whether direct or indirect, in the Settlement (other than through their shareholdings in the Company).

By Order of the Board

Benedict Soh Siak Poh
Executive Chairman

24 September 2014