SEROJA INVESTMENTS LIMITED
(Company Registration Number: 198300847M)
(Incorporated in the Republic of Singapore)

QUARTERLY UPDATE PURSUANT TO LISTING RULE 1313(2) OF THE SGX-ST LISTING MANUAL

The Board of Directors (the "**Board**") of Seroja Invesments Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to its announcement dated 2 March 2016 relating to the Company's inclusion on the watch-list due to the Minimum Trading Price Entry Criterion (the "**MTP Watch-list**") The Company was placed on the MTP Watch-list on 3 March 2016.

Pursuant to Listing Rule 1313(2) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual, the Board of the Company wishes to provide the following updates on the financial situation, its future direction as well as other material development that may impact the Group's financial position.

Financial Position

The Group recorded a net profit attributable to shareholders of US$0.87 million for the financial period ended 31 March 2016 ("**FY2016Q1**") as compared to a net profit attributable to shareholders of US$0.23 million for the financial period ended 31 March 2015 ("**FY2015Q1**").

The US$0.64 million increase in net profit attributable to shareholders in FY2016Q1 as compared to FY2015Q1 was mainly attributable to the following:

1. Higher gross profit due to lower cost of services from lower fuel and vessel supplies costs which is partly offset by lower revenue due to lower volume and lower average freight rate;
2. Exchange gain from foreign currency fluctuation in current quarter as compared to exchange loss in corresponding quarter in FY2015;
3. Lower administrative expenses due to no inspection costs incurred for panamax vessel which was disposed on 1 September 2015; and
4. Lower finance expenses from lower bank loan balance due to repayments made in the current quarter.

For more details on the Group's FY2016Q1 results and financial position, please refer to the Company's separate announcement released on 12 May 2016.

Future Direction and Other Material Development

There are no material developments that may have a significant impact on the financial position of the Group or any other updates on its future direction.

The Group is actively making efforts and considering various options in order to meet the requirements of Listing Rule 1314(2) of the SGX-ST Listing Manual for it to meet the exit criteria of the MTP Watch-list in accordance with removal from the Watch-list within 36 months from 3 March 2016 and would update the shareholders in due course.

By order of the Board

Andreas Tjahjadi
Executive Director
12 May 2016