

SERRANO LIMITED

(Company Registration Number 201223004Z)
(Incorporated in the Republic of Singapore on 18 September 2012)

DISCLOSURE PURSUANT TO RULE 728 OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED SECTION B: RULES OF CATALIST – SHARE PLEDGING ARRANGEMENTS

The board of directors (the “**Board**” or “**Directors**”) of Serrano Limited (the “**Company**” and, together with its subsidiaries, the “**Group**”) refers to the Company’s announcements on 31 July 2015 and 2 October 2015 (the “**Announcements**”) in relation to the loan to the Company by Wah Heng Design Corporation Pte Ltd (“**Wah Heng**”) and the share pledge arrangements entered into between Wah Heng and Hong Leong Finance Limited (“**HLF**”).

The Board wishes to inform that certain of the Group’s loan agreements (the “**Covenant Loan Agreements**”) contain (i) conditions which make reference to the shareholding interest of the Company’s controlling shareholder(s); or (ii) restrictions on change in control of the Company, where the breach of such condition or restriction will cause a default in the relevant Covenant Loan Agreement.

Further to the Announcements, the Board wishes to announce that the Company has received a notification from Wah Heng that it has pledged an additional 11,000,000 shares in the capital of the Company (“**Shares**”) to HLF, representing approximately 4.04% of the share capital of the Company.

As at the date of this announcement, Wah Heng holds a total of 50,518,036 Shares, representing 18.55% of the share capital of the Company, of which a total of 38,300,000 Shares have been pledged to HLF, with the information as follows:

Name of Shareholder	:	Wah Heng Design Corporation Pte Ltd
Class and number of Shares pledged	:	38,300,000 ordinary shares
Percentage of the Company’s issued share capital	:	Approximately 14.06%
The party in whose favour the share pledge is created	:	Hong Leong Finance Limited

BY ORDER OF THE BOARD

Winston Chia Wing Keong

Executive Director and Chief Executive Officer
27 April 2016

*This announcement has been prepared by Serrano Limited (the “**Company**”) and its contents have been reviewed by the Company’s sponsor, United Overseas Bank Limited (the “**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”).*

The Sponsor has not independently 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 correctness of any of the statements or opinions made or reports contained in this announcement.

The contact persons for the Sponsor are Mr Khong Choun Mun, Managing Director, Equity Capital Markets and Mr David Tham, Senior Director, Equity Capital Markets, who can be contacted at 80 Raffles Place, #03-03 UOB Plaza 1, Singapore 048624, Telephone: +65 6533 9898.