ORIENTAL GROUP LTD.
(Company Registration No. 200401998C)
(Incorporated in Singapore)

PROFIT WARNING FOR THE HALF YEAR ENDED 30 JUNE 2015

*This announcement has been prepared by 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 Catalist. 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 Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.

The board of Directors (the "**Board**") of Oriental Group Ltd. (the "**Company**", together with its subsidiaries, the "**Group**") wishes to advise shareholders that the Group is expected to report a net loss for the half year ended 30 June 2015 ("**HY2015**"). The loss is mainly attributable to:

1. lower revenues and profit margin in FY2015 which is largely due to lower average selling prices and decrease in sales volume for steel bar in the People's Republic of China as a result of weaker market demand;

2. halt of XHRC steel billet production and sales due to construction of XHRC Phase II plant extension.

This profit guidance is based on a preliminary review of the unaudited consolidation management accounts of the Group for HY2015. Further details of the Group's financial performance will be disclosed when the Company announces its unaudited financial results for HY2015 on or before 14 August 2015.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

BY ORDER OF THE BOARD

Lee Wan Sing
Chief Executive Officer

11 August 2015