

FIRST SPONSOR GROUP LIMITED

(Incorporated in the Cayman Islands)
(Company Registration No. : AT-195714)

USE OF PROCEEDS FROM THE INITIAL PUBLIC OFFERING OF THE COMPANY'S SHARES ON THE MAIN BOARD OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

The Board of Directors (the “**Board**”) of First Sponsor Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to the Company’s Prospectus dated 10 July 2014 (“**Prospectus**”) in relation to the Company’s initial public offering (the “**IPO**”) and listing of its shares on the Main Board of the Singapore Exchange Securities Trading Limited on 22 July 2014.

The Prospectus states that pending the deployment of the net proceeds raised from the issuance of 34,050,000 invitation shares and 9,750,000 cornerstone shares in connection with the IPO (the “Net Proceeds”), the Net Proceeds will be placed in short-term deposits with banks and financial institutions or invested in money market instruments or used to repay the Group’s existing bank borrowings or used for working capital requirements as the Directors deem fit in their absolute discretion. S\$59.7 million which represents 100% of the Net Proceeds of the IPO have been used to repay an existing revolving credit facility pending the deployment of such funds for their intended use[#].

Note:

The intended uses of the Net Proceeds are to fund the Group’s future property development projects including acquisition of land use rights, as well as future development or acquisition of properties held for income (S\$56.7 million) and general corporate and working capital purposes (S\$3 million).

The Company will make further announcements via SGXNET on the actual deployment of the S\$59.7 million Net Proceeds.

BY ORDER OF THE BOARD

Neo Teck Pheng
Group Chief Executive Officer

25 July 2014

<p>The initial public offering of the Company’s shares was sponsored by DBS Bank Ltd., who assumes no responsibility for the contents of this announcement.</p>
