LIAN BENG GROUP LTD
Registration No. 199802527Z

PROPOSED DISPOSAL OF AN INDIRECT ASSOCIATED COMPANY

The Board of Directors of Lian Beng Group Ltd (the "Company", and together with its subsidiaries, the "Group") wishes to announce that its 32%-owned associated company, Epic Land Pte. Ltd. ("Epic") has executed a sale and purchase agreement to dispose the entire paid-up share capital of Epic's wholly-owned subsidiary, Epic Land (10-1) Pte. Ltd. ("Epic (10-1)") and the settlement of shareholder's loan to an unrelated third party for an aggregate consideration of S$14,327,500 (the "Proposed Disposal").

The aggregate consideration for the Proposed Disposal was arrived on a willing-buyer-willing-seller basis, which has taken into account shareholder's loan due to Epic, the cost of the property and the prevailing market conditions.

No valuation was commissioned in respect of Epic (10-1). The unaudited net liability value of Epic (10-1) as at 28 February 2015 was approximately S$9,489.62.

Upon completion of the Proposed Disposal, Epic (10-1) ceases to be an associated company of the Company.

The Proposed Disposal is not expected to have any material impact on the net earnings per share or the net tangible assets per share of the Group for the current financial year ending 31 May 2015.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the aforesaid transaction save for their shareholdings in the Company.

By Order of the Board

Ong Pang Aik
Chairman and Managing Director
27 April 2015