

XPRESS HOLDINGS LTD
(Company Registration No. 199902058Z)
(Incorporated in Singapore)

UPDATE ON LEGAL PROCEEDINGS

The Board of Directors (the “**Board**”) of Xpress Holdings Ltd. (the “**Company**”, and together with its subsidiaries, collectively the “**Group**”) refers to the announcements made by the Company on 23 July 2014, 28 July 2014, 13 August 2014 and 19 August 2014.

The Board wishes to update that the Company has been served an Originating Summons by the lawyers acting for HSBC Institutional Trust Services (Singapore) Limited (“**HSBCITS**”) (“**Originating Summons**”). The Company is named as the defendant in the Originating Summons.

HSBCITS has applied to the Singapore High Courts for a winding-up application against the Company and appointment of the Liquidator of the Company (“**Application**”) for failing to pay the sum of S\$913,863.57, being rental arrears allegedly due by Xpress Print (Pte) Ltd (“**XPPL**”) to HSBCITS as at 22 September 2014, pursuant to the lease agreement entered with HSBCITS for the period from 30 January 2008 to 29 January 2015

The Company’s solicitors have advised that the Application was taken out by HSBCITS in spite of the fact that:

1. XPPL had paid HSBCITS a security deposit of \$981,878.00. This sum being greater than the rental arrears allegedly owed to HSBCITS, HSBCITS could have set off the sum of S\$913,863.57 allegedly owed by the Company to HSBCITS from the said deposit in full.
2. The sums owed by the Company to HSBCITS are disputed. The parties have been in negotiations regarding the repayment of the said sums since July 2014.

In the premises, the Board has instructed solicitors to defend the Application vigorously.

The Application is scheduled to be heard before the Supreme Court of Singapore on 30 January 2015 at 10.00 a.m.

The Company will update the shareholders of any material development as and when appropriate.

By Order of the Board
XPRESS HOLDINGS LTD

Fong Kah Kuen
Non-Executive Director
12 January 2015