LIAN BENG GROUP LTD
Registration No. 199802527Z

PROPOSED DISPOSAL OF SHARES IN DATAPULSE TECHNOLOGY LIMITED ("DATAPULSE")

1. Proposed disposal of shares in Datapulse

The Board of Directors (the "**Board**") of Lian Beng Group Ltd (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that further to the subscription by the Company of 65,000,000 ordinary shares in Datapulse on 9 June 2015 and completion of the share consolidation of Datapulse on 1 December 2015, the Company has acquired additional shares in Datapulse through on-market purchases. As at the date of this Announcement, the Company holds an aggregate of 22,852,366 ordinary shares, constituting approximately 10.43% of the total issued and paid-up capital of Datapulse (the "**Sale Shares**").

The Board wishes to announce that the Company has on 21 July 2016 entered into a share sale agreement ("**SSA**") for the disposal of the Sale Shares to Mr Ng Cheow Chye ("**Purchaser**"), who is the executive deputy chairman and chief executive officer and existing substantial shareholder of Datapulse, on the terms and subject to the conditions in the SSA (the "**Proposed Disposal**"). The Purchaser is an independent and unrelated third party of the Company. The aggregate purchase consideration payable by the Purchaser for the Sale Shares is S$7,586,986 and will be satisfied in cash ("**Consideration**").

As each of the relative figures computed on the applicable bases as set out in Rule 1006 of the Listing Manual is less than 5%, the Proposed Disposal is a "Non-Discloseable Transaction" for the purpose of Chapter 10 of the Listing Manual.

The Proposed Disposal is not expected to have any material impact on the net tangible assets per share and earnings per share of the Group for the current financial year ending 31 May 2017.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Proposed Disposal, other than through their shareholdings in the Company. The Purchaser is not related to the directors and controlling shareholders of the Company.

A copy of the SSA is available for inspection during normal business hours at the Company's registered office at 29 Harrison Road, Lian Beng Building, Singapore 369648 for a period of three (3) months from the date of this Announcement.

2. Disclosure pursuant to Rule 704(18) of the Listing Manual arising from the Proposed Disposal

The information to be disclosed pursuant to Rule 704(18) of the Listing Manual, arising from the Proposed Disposal, are as follows:-

	Before the Proposed Disposal	**After the Proposed Disposal**
Aggregate cost of the Group's quoted securities	S$110.7 million	S$99.2 million

Aggregate cost of the Group's quoted securities as a percentage of the Group's latest audited net tangible assets as at 31 May 2015	20.3%	18.2%
Total market value of the Group's quoted securities	S$96.9 million	S$91.1 million
Aggregate amount of provision for dimunition in value of the Group's quoted investments	S$7.5 million	S$7.5 million

By Order of the Board

Ong Pang Aik
Chairman and Managing Director
21 July 2016