

UTILISATION OF PLACEMENT PROCEEDS

The Board of Directors ("**Board**") of Pavillon Holdings Ltd. ("**Company**") refers to the Company's announcement dated 19 March 2014 ("**Announcement**") in relation to the completion of placement. Unless otherwise defined, all capitalised terms used herein shall have the meanings ascribed to them in the Announcement.

Further to the Announcement, the Board wishes to update the shareholders that the Company has further utilized a portion of the placement proceeds ("**Proceeds**") amounting to S\$3,968,686 as follows:-

Purchase of equipment for leasing contract numbers: -

- 201609002-4-DL04-1	:	S\$670,376 (equivalent to RMB3,243,480)
- 201609002-3-DL04-1	:	S\$576,070 (equivalent to RMB2,787,200)
- 201609002-2-DL04-1	:	S\$86,971 (equivalent to RMB420,792)
- 201609002-6-DL04-1	:	S\$970,415 (equivalent to RMB4,695,159)
- 201609002-5-DL04-1	:	S\$324,982 (equivalent to RMB1,572,359)
- 201609002-4-DL02-1	:	S\$512,979 (equivalent to RMB2,481,948)
- 201610002-1-DL04-1	:	S\$112,105 (equivalent to RMB542,395)
- 201610002-3-DL04-1	:	S\$264,863 (equivalent to RMB1,281,488)
- 201609002-4-DL04-1	:	S\$449,925 (equivalent to RMB2,176,872)

As at 2 December 2016, the Company has fully utilized the Proceeds as follows:-

Use of net Proceeds	Amount Utilized (S\$)
Purchase of Equipment	20,007,533
Capital injection into State Research Pavillon Financial Leasing Co., Ltd	4,318,500
Working capital for Pavillon Financial Leasing Co., Ltd – Operating Expenses	513,967
Total placement fund utilized to date	<u>24,840,000</u>
Balance of the Proceeds	<u>0</u>

The Proceeds have been fully used in accordance with the intended use and is in accordance with the percentage allocated as stated in the announcement released on 31 October 2013 (Announcement No. 00040).

By Order of the Board

Dr John Chen Seow Phun
Executive Chairman

Date: 2 December 2016