

MARY CHIA HOLDINGS LIMITED
Company Registration No. 200907634N
(Incorporated in Singapore)

NOTICE OF TERMINATION OF JOINT VENTURE

The Board of Directors (the “**Board**”) of Mary Chia Holdings Limited (the “**Company**”) and together with its subsidiaries, (the “**Group**”) refers to the announcement dated 27th April 2015 (the “**Announcement**”) with regards to its wholly-owned subsidiary, Mary Chia Beauty & Slimming Specialist Pte Ltd (“**MCBSS**”) joint venture with Slim Beauty House Co., Ltd (“**SBH**”), a company incorporated in Japan, for the purpose of setting up a beauty and slimming service centre to provide and distribute wellness related services and consultations in Singapore (the “**Joint Venture**”)

The Company wishes to announce that MCBSS has on 27th May 2016 received a notice from SBH purporting to terminate the Joint Venture (the “**Notice**”).

SBH has also served a notice on 27th May 2016 expressing its intent to commence arbitration against MCBSS for a sum of S\$5.4 million for alleged breaches of the joint venture agreement. MCBSS is of the view that the purported termination of the joint venture is not justified and the purported claim against MCBSS for alleged breaches of the joint venture agreement has no merit and the Company will be seeking legal advice in this respect.

In the meantime, the financial impact, if any, of the purported termination of the Joint Venture and of the purported claim for alleged breaches of contract cannot yet be determined.

The Company will make further announcement(s) as and when there are material developments in this matter.

By Order of the Board

Ho Yow Ping (He YouPing)
Chief Executive Officer

31 May 2016

This announcement has been prepared by Mary Chia Holdings Limited (the “Company”) and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”) for compliance with the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.