
RE-ALLOCATION AND UTILISATION OF THE USE OF NET PROCEEDS FROM THE COMPLIANCE PLACEMENT

Unless otherwise defined, all capitalised terms used herein shall bear the same meaning as ascribed to them in the Offer Information Document of the Company dated 13 November 2015 and its announcements pertaining to the Change In Use Of Net Proceeds From Proposed Compliance Placement dated 19 November 2015 and the Utilisation of Net Proceeds from Compliance Placement dated 29 December 2015.

The Board wishes to update Shareholders that in agreement with the interested persons, the Company has re-allocated the balance amount of S\$9.07 million which was originally allocated for the repayment of amounts due to interested persons, to be utilised for the Group's general working capital instead (the "Re-allocation"). The amount relocated pursuant to the Re-allocation has thereon has been utilised for payment to main contractors for progressive works carried out for Phase 1 of One Bukit Senyum ("Phase 1 of OBS").

As of the date of this announcement, the Company had fully utilised its net proceeds from the Compliance Placement.

	Before Re-allocation			After Re-allocation			
	(A)	(B)		(C)	(D)	(E)	
	Amount Allocated	Amount Utilised	Balance ((A)-(B))	Amount Reallocated	Revised Amount Allocated ((A)+(C))	Amount Utilised after Allocated	Revised Balance ((D)-(E))
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Repayment of amounts due to interested persons	9,070	-	9,070	(9,070)	-	-	-
Repayment of bank facilities	1,653	1,653	-	-	1,653	1,653	-
Repayment of amount due to Malpakat	6,088	6,088	-	-	6,088	6,088	-
General working capital of the Group	19,849	19,849	-	9,070	28,919	28,919 ⁽¹⁾	-
Total	36,660	27,590	9,070	-	36,660	36,660	-

The above utilisations are in accordance with the intended use as stated in the re-allocation of the proceeds as stated in the table above.

Note:

- (1) Amounts utilised for general working capital consists of payments to contractors, consultants and professionals of S\$12.91 million in respect of the development of Phase 1 of the two plots of land located in the Iskandar region of Johor, Malaysia, operating costs of S\$0.44 million, staff salaries and related expenses of S\$0.42 million, repayment of bridging loan of S\$6.08 million used for payment to main contractors for progressive works carried out for Phase 1 of OBS and S\$9.07 million used for payment to main contractors for progressive works carried out for Phase 1 of OBS.

BY ORDER OF THE BOARD

Dato' Zamani Bin Kasim
Executive Director and Chief Executive Officer

19 September 2017

This announcement has been prepared by 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 Catalyst. 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 Mr. Lance Tan, Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).