

**SGX QUERIES REGARDING (I) THE COMPANY'S ANNOUNCEMENT DATED 16
DECEMBER 2015; AND (II) UPDATES ON THE APPOINTMENT OF
INDEPENDENT DIRECTORS**

The Board of Directors (the "**Board**") of Swee Hong Limited (the "**Company**") and together with its subsidiaries, the "**Group**") wishes to announce the following in response to queries raised by Singapore Exchange Securities Trading Limited with respect to (i) the Company's announcement dated 16 December 2015 relating to the rejection by JTC of UOB's application for the assignment of the Lease to the Buyer (the "**Previous Announcement**"), and (ii) updates on the appointment of Independent Directors of the Company.

Unless otherwise defined, all capitalised terms used and not defined herein shall have the same meanings given to them in the Previous Announcement.

SGX Query

*We refer to the announcement made by the Company on 16 December 2015 on the update on option to purchase the lease granted by Jurong Town Corporation ("**JTC**") to the Company on 11 November 2011 over a piece of land known as Lot 3570L of Mukim 11 and marked as Private Lot A0020500 at Plot KR0309 Kranji Link Singapore (the "**Lease**") (the "**Option**") which was granted by United Overseas Bank ("**UOB**"), as mortgagee of the Company, to an entity (the "**Buyer**").*

It is noted that "on 14 December 2015, the Company was notified by the solicitors acting for UOB that JTC has rejected UOB's application for the assignment of the Lease to the Buyer and that the sale and purchase of the Lease under the terms of the Option has been cancelled". Please elaborate on the basis of rejecting UOB's application by JTC.

Company's response

The Company understands that JTC had in a letter to UOB dated 4 December 2015 informed UOB that JTC had evaluated the application based on the Buyer's (i.e. the assignee's) proposed business plan and financial projections, and that after due consideration, were unable to approve the application of the assignment of the lease. The Company further understands that, save for the foregoing, JTC has not provided any further reasons for its rejection of the application for the assignment of the lease.

SGX Query

Please also provide an update on the appointment of the independent directors of the Company.

Company's response

The Board wishes to update the Shareholders that it continues to be in discussions with potential candidates in relation to their appointments as Independent Directors of the Company (the "**Appointments**"). The Company will provide further details and release the appropriate announcements in relation to the Appointments once any new Independent Directors have been appointed to the Board.

By Order of the Board

Ong Hock Leong
Managing Director

22 December 2015