

SERRANO LIMITED

(Company Registration Number 201223004Z)

(Incorporated in the Republic of Singapore on 18 September 2012)

APPLICATION FOR COURT APPROVAL OF PROPOSED SCHEME OF ARRANGEMENT

The Board of Directors ("**Board**" or "**Directors**") of Serrano Limited ("**Company**" and, together with its subsidiaries, "**Group**") refers to the Company's announcements on 31 August 2016, 24 August 2016 and 22 August 2016 ("**Announcements**") in relation to the proposed filing by the Company and Serrano Holdings ("**Applicants**") to the Court ("**Scheme Filing**") for the applications in relation to a proposed scheme of arrangement ("**Scheme**") with the creditors participating in the Scheme ("**Scheme Creditors**") under Section 210(1) of the Companies Act (Cap 50) (the "**Applications**").

Unless otherwise defined, all terms and references used herein shall bear the same meanings ascribed to them in the Announcements and references therein.

The Board wishes to announce that the Applicants have on 2 September 2016, submitted the Applications to be approved by the Court in accordance with Section 210(1) of the Companies Act (Cap 50). The Applicants have also sought in the Applications, amongst others:

- (i) that the Applicants be at liberty to convene a meeting (the "**Meeting**") of the Scheme Creditors to be held on or before 5 weeks from the date of the order of the Court at a time and place to be determined, for the purpose of considering, and if thought fit, approving, with or without modification, the Scheme;
- (ii) that at least 21 days before the date appointed for the Meeting, a notice convening the Meeting and enclosing a copy of:
 - (a) the Scheme;
 - (b) an explanatory statement required to be furnished pursuant to Section 211(1)(a) of the Companies Act (Cap 50); and
 - (c) proxy forms,be served by hand or sent by prepaid post addressed to each member of the Applicants and each Scheme Creditor at their registered or last known address;
- (iii) that the service of the aforesaid notice convening the Meeting and its enclosures on the Scheme Creditors who have no registered address within Singapore and who have not furnished to the Applicant addresses within Singapore for the services of notices be dispensed with;
- (iv) that at least 21 days before the date appointed for the Meeting, a notice summoning the Meeting be advertised once in the "The Straits Times" newspaper; and
- (v) that pending the approval by the Court of the Scheme, all current actions or proceedings against the Applicants be restrained from the date of the Order of the Court except with the consent of the Applicants or with leave of the Court and subject to such terms as the Court imposes;

As at the date of this announcement, the hearing of the Application (the "**Hearing Date**") has yet to be determined by the Court.

Copies of the Applications are also available to all of the Scheme Creditors at the offices of the IFA, Deloitte & Touche Financial Advisory Services Pte Ltd at 6 Shenton Way #29-00 OUE Downtown Tower 2, Singapore 068809 and at the Company's office at 49 Sungei Kadut Loop, Singapore 729492 during

normal business hours on any day (other than a Saturday, Sunday or public holiday) prior to the Hearing Date.

In the interim, the Group continues to be in discussions with its major creditors on its corporate debt restructuring plans and on the Scheme.

The Company will continue to keep its shareholders ("**Shareholders**") updated on material developments in relation to the Group's proposed corporate debt restructuring on a timely basis.

Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders are also advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

Winston Chia Wing Keong

Executive Director and Chief Executive Officer

3 September 2016

*This announcement has been prepared by Serrano Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, United Overseas Bank Limited (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**").*

The Sponsor has not independently 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 correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr David Tham, Senior Director, Equity Capital Markets, who can be contacted at 80 Raffles Place, #03-03 UOB Plaza 1, Singapore 048624, Telephone: +65 6533 9898.