

AA GROUP HOLDINGS LTD.
(Company Registration No. 200412064D)
(Incorporated in the Republic of Singapore)

WORKSITE ACCIDENT AT 60 BENOI ROAD, SINGAPORE 629906

The Board of Directors (the “**Board**”) of AA Group Holdings Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that its wholly-owned subsidiary, Engineering Manufacturing Services (S) Pte. Ltd. (“**EMS**”) has been charged with an offence under section 20 of the Workplace Safety & Health Act (Cap. 354A) (the “**Act**”) read with section 14(1)(c) of the Act, for failure to take sufficient preventive measures as were necessary to ensure the safety of the workers of the contractor, namely Poh Huat Heng Corporation Pte Ltd in carrying out painting works at a factory located at 60 Benoi Road, Singapore 629906.

EMS has attended Court hearing on 13 March 2018 and the fine to be imposed on EMS is expected to be up to S\$130,000.00. The next Court hearing is scheduled on 10 May 2018.

EMS has since implemented risk mitigation measures and enhanced the safe work procedures to prevent the occurrence of similar incidents in the future.

The Company is of the view that the claim will not have an adverse impact on the financial position of the Group.

By Order of the Board

Lai Choong Hon
Executive Director
14 March 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte. Ltd. (the “**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**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 and the SGX-ST assumes 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. Bernard Lui, Telephone: +65 63893000, Email: bernard.lui@morganlewis.com.