

BLUMONT

博诺有限公司

BLUMONT GROUP LTD.

(Company Registration No.: 199302554G)
(Incorporated in the Republic of Singapore)

RESPONSE TO QUERIES FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ON THE COMPANY'S CHANGE IN USE OF PROCEEDS FROM THE RIGHTS ISSUE

The board of directors (the "**Board**" or "**Directors**") of Blumont Group Ltd. (博诺有限公司) (the "**Company**") wishes to announce its response to the queries raised by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") in relation to the Company's announcement dated 5 November 2015 on the change in use of proceeds from the Rights Issue.

SGX-ST's Query 1

In the Company's announcement of 5 November 2015, it was indicated that it has in the interests of the Company, re-allocated the use of the Net Proceeds of \$2.66 million from the Rights Issue, by increasing the allocation for working capital purposes from 30% to 35%. Pursuant to Listing Rule 704(30), kindly disclose the reasons for the deviation from the previously stated use of proceeds.

Company's Response to SGX-ST's Query 1

The reason for the increase in the allocation for working capital purposes from 30% to 35% was to repay the outstanding fees owed by the Company to Morgan Lewis Stamford LLC.

SGX-ST's Query 2

Taking into consideration the amount required for re-allocation towards working capital purposes, the Company's Profit Guidance on 2 November 2015 and the present financial position of the Company, please provide the Board's opinion on whether the Company would be able to operate as a going concern and the basis for such an opinion.

Company's Response to SGX-ST's Query 2

The Board is of the opinion that the Company would be able to operate as a going concern as the Company's cash flow is sufficient to meet all its obligations to its creditors.

**BY ORDER OF THE BOARD
BLUMONT GROUP LTD.**

NG KIM HUATT
Executive Director
11 November 2015