



(Incorporated in the Republic of Singapore on 20 October 2010)
(Company Registration Number: 201022364R)

ARBITRATION PROCEEDINGS BETWEEN SUB-CONTRACTOR AND KIN XIN ENGINEERING PTE LTD

Libra Group Limited (the “**Company**”) and together with its subsidiaries (the “**Group**”) wishes to announce that a sub-contractor (“**Claimant**”) had commenced arbitration proceedings against the Company’s wholly-owned subsidiary, Kin Xin Engineering Pte Ltd (“**Kin Xin**”) with a notice of arbitration pursuant to the arbitration rules of the Singapore International Arbitration Centre. The Company was informed by Kin Xin’s legal advisors on 2 March 2017 that Kin Xin has been formally served with the Claimant’s statement of case.

The dispute between the Claimant and Kin Xin arises in relation to, *inter alia*, alleged breaches by Kin Xin in a Sub-Sub Contract Agreement entered into with the Claimant for an air-conditioning and mechanical ventilation system. The Claimant is seeking, *inter alia*, damages of approximately S\$5.7 million.

Kin Xin vigorously denies the Claimant’s allegations and is of the view that the Claimant’s allegations are baseless and without merit. Kin Xin is currently evaluating the Claimant’s allegations and seeking legal advice from its legal advisors. Kin Xin will, in consultation with its legal advisors, take such steps as necessary to vigorously defend itself against the Claimant’s allegations.

At this juncture, the financial impact, if any, arising from the Claimant’s allegations cannot yet be determined.

The Company will make further announcements as and when material developments on the present matter arise.

Shareholders and potential investors are advised to carefully read this announcement and any further announcements made by the Company. 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
LIBRA GROUP LIMITED

Chu Sau Ben
Executive Chairman and Chief Executive Officer

6 March 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 Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income At Raffles, Singapore 049318, telephone (65) 6229-8088.