HEETON HOLDINGS LIMITED

(Unique Entity Number 197601387M)
Incorporated in the Republic of Singapore

INCORPORATION OF JOINT VENTURE COMPANY IN SINGAPORE

The Board of Directors of Heeton Holdings Limited (the **"Company",** and together with its subsidiaries, the **"Group"**), refers to the announcement dated 11th August 2014 titled "Award For Tender For Land Parcels At Fernvale Road, Parcel A & B For Residential Development".

In conjunction with the Award, the Group's 50%-owned associated company, Unique Residence Pte Ltd and CEL Development Pte. Ltd. have incorporated a joint venture company, Fernvale Development Pte. Ltd. ("**FD**") on 15th August 2014. The initial issued and paid-up share capital of FD are as follows:

Name of Shareholders	Number of shares issued	Amount paid-up for the shares issued
1. Unique Residence Pte. Ltd.	2	$2.00
2. CEL Development Pte. Ltd.	3	$3.00

The principal activity of FD is that of property developer for the land parcel at Fernvale Road.

The above transaction is not expected to have any material impact on the net tangible assets and earnings per share of the Group for the current financial year ending 31 December 2014.

None of the Directors and, to the best knowledge of the Directors, none of the substantial shareholders or controlling shareholders of the Company, has any direct or indirect interest in the transaction.

BY ORDER OF THE BOARD

Toh Giap Eng
Executive Director and Chief Executive Officer
15 August 2014