PROGEN HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 199605118C)

ENTRY INTO A JOINT VENTURE AGREEMENT WITH TSKY DEVELOPMENT PTE. LTD. AND SEACARE PROPERTY DEVELOPMENT PTE. LTD.

The Board of Directors ("**Directors**") of Progen Holdings Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Company's announcement dated 15 October 2017 on the investment by its wholly owned subsidiary, Progen Industrial Pte Ltd ("**PIPL**"), in TSky Balmoral Pte. Ltd. ("**TBPL**") which was incorporated to undertake the redevelopment of two plots of land at 17 Balmoral Road (Lot 138C of Town Subdivision 26) and Lot 99899P of Town Subdivision 26 (the "**Redevelopment**").

The Company wishes to update that PIPL had on 6 November 2017, entered into a joint venture agreement (the "**Joint Venture Agreement**") with TSky Development Pte. Ltd. ("**TSky**") and Seacare Property Development Pte. Ltd. ("**Seacare**") ("**Joint Venture**").

Pursuant to the Joint Venture Agreement, the paid-up capital of TBPL will be increased from S$10 to S$2,000,000 and PIPL's share of the paid-up capital of TBPL will be increased from S$2 to S$400,000 accordingly. PIPL's shareholdings in TBPL will remain at 20%. TSky and Seacare's shareholdings in TBPL will remain at 70% and 10% respectively.

PIPL's required commitments (excluding its share of the paid-up capital as stated above) under the Joint Venture Agreement, which is estimated to be about S$7 million will be funded by the Group's internal resources, bank borrowings and/or fund raising activities.

The Joint Venture is for investment purposes and presents a good opportunity for the Group to explore new business opportunities with experienced partners.

The Joint Venture Agreement is not expected to have any material impact on the earnings per share or net tangible assets per share of the Group for the current financial year ending 31 December 2017.

None of the Directors, controlling shareholders or substantial shareholders of the Company, as well as their respective associates, has any interest, direct or indirect, in the abovementioned transaction (other than through their interests in the shares of the Company).

BY ORDER OF THE BOARD

Lee Ee @ Lee Eng
Managing Director
6 November 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 Catalist. 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 Jennifer Tan, Senior Manager, Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and Email: sponsorship@ppcf.com.sg*).*