



UPDATE – PROPOSED DISPOSAL OF A SUBSIDIARY

Unless otherwise defined, capitalised terms herein shall have the same meaning as ascribed to them in the Company's announcements dated 17 April 2014, 16 May 2014 and 20 May 2014 in relation to the Proposed Disposal of CCM Industrial Pte Ltd (the "Announcements").

The Board of Directors of CCM Group Limited (the "**Company**", and with its subsidiaries, the "**Group**") refers to the Announcements and is pleased to inform that pursuant to the fulfilment of the conditions precedent as set out in the SPA, the Company has on 21 May 2014 successfully completed the Proposed Disposal to the Purchaser.

With the completion of the Proposed Disposal, CCM Industrial Pte Ltd has ceased to be a subsidiary of the Company.

The Company will make further announcement(s) upon satisfaction of the condition subsequent as set out in the SPA.

BY ORDER OF THE BOARD

Chan Heng Fai
Executive Director and Chief Executive Officer
21 May 2014

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 relevant rules of the Singapore Exchange Securities Trading Limited (the "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 Mark Liew, Managing Director, Corporate Finance, at 20 Cecil Street, #21-02 Equity Plaza, Singapore 049705, telephone (65) 6229 8088.