



KLW HOLDINGS LIMITED

Company Registration No.199504141D

NON-COMPLETION OF THE PUT OPTION

1. INTRODUCTION

The Board of Directors (the “**Board**”) of KLW Holdings Limited (the “**Company**”) refers to the announcements dated 15 November 2016 and 17 November 2016 in relation to the exercise of the Put Option by the Company.

Unless otherwise defined, capitalised terms used in this announcement shall have the same meaning ascribed to them in the aforementioned announcements.

2. RATIONALE FOR NOT COMPLETING THE EXERCISE OF THE PUT OPTION

The Board wishes to announce that the Board has sought legal advice in response to the claims contained in the Letter from the lawyers representing the Subscriber.

After taking into account the legal advice obtained by the Company, as well as after due deliberation and consideration, the Board has decided that it is not in the Company’s interest to pursue the completion of the exercise of the Put Option.

The Board’s key priority is to develop and grow the Company’s doors and property development businesses, while continuing to focus on further improving the Company’s internal control processes and overall corporate governance.

As a result of the above, the Company has through its legal adviser, written to the Subscriber’s lawyers to the effect that the Company will not require the Subscriber to complete the Put Option, and the parties have, through their respective legal advisers, agreed to an amicable settlement of the matter by waiving and releasing each other from all rights, claims, actions, remedies or demands of any kind whatsoever in connection with the Agreement. The Company will thus proceed to let the Put Option lapse accordingly.

By Order of the Board
KLW Holdings Limited

Terence Lam
Executive Director
9 December 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, R & T Corporate Services Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement including the accuracy or completeness of any of the figures used, statements, opinions or other information made or disclosed.*

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 correctness of any of the statements or opinions made or reports contained in this announcement.

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