Second Chance Properties Ltd
(Company Registration No.198103193M)

APPROVAL IN-PRINCIPLE FOR PROPOSED BONUS WARRANTS ISSUE

All capitalised terms used in this announcement shall have the same meanings ascribed to it in the announcement dated 29 June 2016 in relation to the Proposed Bonus Warrants Issue (the "**Announcement**") unless the context requires otherwise.

The Board of Directors of the Company refers to the Announcement and is pleased to announce that the SGX-ST has on 22 November 2016 granted its in-principle approval (the "**AIP**") for the Proposed Bonus Warrants Issue and the listing and quotation of the Bonus Warrants subject to the following conditions:

(a) compliance with the SGX-ST's listing requirements;

(b) shareholders' approval being obtained for the Proposed Bonus Warrants Issue;

(c) a written confirmation that the Proposed Bonus Warrants Issue is in compliance with the relevant provisions of the Companies Act, (Cap. 50) of Singapore (the "**Companies Act**");

(d) a written confirmation from the Company that there is a satisfactory spread of Warrantholders (at least 100) to provide an orderly market for the Bonus Warrants in compliance with Rule 826 of the Listing Manual;

(e) a written undertaking from the Company that it will comply with Rule 704(30) of the Listing Manual in relation to the use of the proceeds arising from the exercise of the Proposed Bonus Warrants Issue and where the proceeds are to be used for working capital purposes, the Company will disclose a breakdown with specific details on the use of proceeds for working capital in the Company's announcements on use of proceeds and in the annual report;

(f) a written undertaking from the Company that Rules 829(1), (2) and (3) of the Listing Manual will be complied with;

(g) a written undertaking from the Company that Rules 830 and 831 of the Listing Manual will be complied with; and

(h) a written undertaking from the Company to disclose the restricted exercise period of the Bonus Warrants in all announcements made by the Company relating to the Bonus Warrants and in all financial results announcements until such time the restriction no longer applies.

Shareholders are to note that the Bonus Warrants are only exercisable during the period commencing and including the date which is six (6) months after the date of issue of the Bonus Warrants and expiring at 5.00 pm on the date which is the third (3rd) anniversary of the date of issue of the Bonus Warrants ("**Expiry Date**") (but excluding such period(s) during which the register of holders of the Bonus Warrants may be closed) ("**Exercise Periods**"). The Bonus Warrants remaining unexercised at the expiry of the Exercise Period shall lapse and cease to be valid for any purpose.

The AIP is not to be taken as an indication of the merits of the Proposed Bonus Warrants Issue, the Bonus Warrants, the New Shares and the Group.

The books closure date for the Proposed Bonus Warrants Issue will be separately announced in due course.

BY ORDER OF THE BOARD

Mohamed Salleh s/o Kadir Mohideen Saibu Maricar
Executive Chairman & Chief Executive Officer

22 November 2016