

SINGAPORE eDEVELOPMENT LIMITED

(Incorporated in Singapore) (Company Registration No. 200916763W)

UPDATE IN RESPECT OF PROPOSED CAPITAL REDUCTION OF THE COMPANY

The Board of Directors refers to the announcement made by the Company on 27 June 2016 in relation to the Proposed Capital Reduction.

The Company wishes to inform that it intends to carry out the Proposed Capital Reduction after completion of the Proposed Rights cum Warrants Issue, as amongst other things, the share capital of the Company would be changed following the Proposed Rights cum Warrants Issue. The change to the share capital would depend on the level of acceptances which can only be determined after the Proposed Rights cum Warrants Issue has been completed.

The Company will continue to keep Shareholders updated on any material developments in relation to the Proposed Capital Reduction.

BY ORDER OF THE BOARD SINGAPORE EDEVELOPMENT LIMITED

Chan Heng Fai Executive Director and Chief Executive Officer

31 August 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor Hong Leong Finance Limited (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 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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