

LIBRA

GROUP LIMITED

(Incorporated in the Republic of Singapore on 20 October 2010)
(Company Registration Number 201022364R)

(1) DETAILS ON THE LETTER OF DEMAND
(2) UPDATE ON RESTRUCTURING EXERCISE
(3) EXTENSION OF LONG STOP DATE

1. DETAILS ON THE LETTER OF DEMAND

- 1.1 The Board of Directors ("**Board**") of Libra Group Limited (the "**Company**"), along with its subsidiaries (the "**Group**"), refers to the Company's announcement dated 27 May 2020 in relation to receipt of the letter of demand.
- 1.2 The Board wishes to clarify that the Company is liable for the call of the performance bond granted by Cyber Builders Pte. Ltd. ("**CB**"), a former wholly-owned subsidiary of the Company that has since been wound up, because the Company had guaranteed CB's obligations pursuant to a deed of indemnity entered into between CB and Etiqa Insurance Pte Ltd ("**Etiqa Insurance**").
- 1.3 Prior to its winding up, CB had tendered for a construction project with an external party. As part of the tender process, CB was required to furnish a performance bond to guarantee the performance of its obligations. Etiqa Insurance provided the performance bond to the external party. In turn, the Company, pursuant to a deed of indemnity, guaranteed the performance bond granted by Etiqa Insurance.
- 1.4 As CB has been wound up, the external party called on the performance bond and Etiqa Insurance paid out S\$1,865,000 to the external party and is now claiming the amount from the Company pursuant to the deed of indemnity.

2. UPDATE ON THE RESTRUCTURING PROCESS

- 2.1 The Board wishes to refer to the Company's announcement dated 14 April 2020 in relation to the extension of moratoria pursuant to sections 211B and 211C of the Companies Act.
- 2.2 The Board continues to work with its legal and financial advisors in engaging various stakeholders and creditors of the Group in order to come up with a restructuring plan prior to the expiry of the moratoria on 30 July 2020. In the event both creditors and shareholders (if necessary) approve the plan, the Company will submit a trading resumption proposal to the Singapore Securities Exchange Trading Limited.

3. UPDATE ON THE DISPOSAL OF LIBRA ENGINEERING PTE. LTD.

- 3.1 The Board wishes to refer to the Company's announcement dated 2 April 2020 in relation to the extension of long stop date with respect to the proposed disposal of Libra Engineering Pte. Ltd.

3.2 The Company remains in discussions with the buyer, but the discussions have been interrupted by the COVID-19 measures both in Singapore and elsewhere. As such, the Company and the buyer have decided to extend the long stop date for a final time to 30 June 2020.

Shareholders and potential investors of the Company are advised to read this announcement and any further announcements made by the Company carefully. Shareholders and potential investors of the Company are advised to refrain from taking any action with respect to their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. Shareholders and potential investors of the Company should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

By Order of the Board
LIBRA GROUP LIMITED

Christine Liu Yang
Chief Executive Officer and Executive Director

29 May 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**") for compliance with the relevant rules of the Listing Manual Section B: Rules of Catalist 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.

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