



CHIP ENG SENG CORPORATION LTD.
(Incorporated in the Republic of Singapore)
(UEN/Company Registration Number 199805196H)

**ISSUE OF S\$125,000,000 4.90 PER CENT. NOTES DUE 2022 PURSUANT TO THE S\$750,000,000
MULTICURRENCY DEBT ISSUANCE PROGRAMME OF CHIP ENG SENG CORPORATION LTD.**

Further to the announcement dated 9 May 2017, the board of directors (the “**Board**”) of Chip Eng Seng Corporation Ltd. (the “**Issuer**”) is pleased to announce that the Issuer has today issued S\$125,000,000 4.90 per cent. notes due 2022 (the “**Series 003 Notes**”) under its S\$750,000,000 multicurrency debt issuance programme (the “**Programme**”).

DBS Bank Ltd. acted as the sole lead manager and bookrunner in relation to the Series 003 Notes.

The Series 003 Notes were issued at an issue price of 100 per cent. of their principal amount and in denominations of S\$250,000. The Series 003 Notes will bear interest at a fixed rate of 4.90 per cent. per annum payable semi-annually in arrear and will mature on 19 May 2022.

The Series 003 Notes constitute direct, unconditional, unsubordinated and unsecured obligations of the Issuer and shall at all times rank *pari passu*, without any preference or priority among themselves, and *pari passu* with all other present and future unsecured obligations (other than subordinated obligations and priorities created by law) of the Issuer.

The net proceeds arising from the issue of the Series 003 Notes (after deducting issue expenses) will be used for general corporate purposes of the Group, including refinancing the existing borrowings, financing the investments and for the general working capital purposes of the Group.

Pursuant to Condition 6(e)(ii) of the terms and conditions of the Notes, upon the occurrence of a Change of Control, each holder of the Series 003 Notes will have an option to require the Issuer to redeem the Series 003 Notes of such holder (subject to the terms and conditions of the Notes). A “**Change of Control**” means (1) a change in shareholding of the Issuer on any date which results in Lim Tiam Seng, Lim Tiang Chuan, Lim Tian Back, Lim Tian Moh, Kwek Lee Keow, Lim Sock Joo, Chia Lee Meng Raymond, Lim Ling Kwee, Dawn Lim Sock Kiang and Hoang Vu Ha and their respective Immediate Family Members (as defined in Condition 6(e)(ii) of the terms and conditions of the Notes and together, the “**Founder Group**”) ceasing to collectively own in aggregate direct or deemed interest of at least 25 per cent. of the issued share capital for the time being of the Issuer, and/or (2) any person or persons acting in concert (other than any member of the Founder Group) acquiring ownership of direct or deemed interest of 30 per cent. or more in aggregate of the issued share capital for the time being of the Issuer.

Approval in-principle has been received from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) for the listing and quotation of the Series 003 Notes on the SGX-ST. Approval in-principle from, admission to the Official List of, and the listing and quotation of the Series 003 Notes on, the SGX-ST are not to be taken as an indication of the merits of the Issuer, its subsidiaries, its associated companies (if any), the Programme or the Series 003 Notes. The Series 003 Notes are expected to be listed on the SGX-ST on 22 May 2017.

Terms defined in the information memorandum dated 8 May 2017 in relation to the Programme shall have the same meaning in this announcement unless otherwise defined herein.

BY ORDER OF THE BOARD

Hoon Tai Meng
Executive Director
19 May 2017