



CHIP ENG SENG CORPORATION LTD.

Co. Reg. No. 199805196H

**GRANT OF SHARE OPTIONS UNDER THE CHIP ENG SENG EMPLOYEE SHARE
OPTION SCHEME**

Pursuant to Rule 704(29) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board of Directors of Chip Eng Seng Corporation Ltd. (the "**Company**") wishes to announce the grant of an option to Mr Chia Lee Meng Raymond to subscribe for 40,000,000 shares in the Company pursuant to the Chip Eng Seng Employee Share Option Scheme as follows:-

- (a) Date of grant 3 June 2016
- (b) Exercise price of options granted S\$0.5542 per ordinary share

The option was offered at a 15% discount to the market price of the Company's shares based on the average of the last dealt prices for the shares on the Stock Exchange over the five (5) consecutive Market Days immediate preceding the date of grant of the option. The option is exercisable only after 2 years from date of grant.

- (c) Number of options granted 40,000,000
- (d) Market price of its securities on the date of grant S\$0.65 per ordinary share
- (e) Number of options granted to each director and controlling shareholder (and each of their associates), if any 40,000,000 to Chia Lee Meng Raymond, Executive Director and Chairman
- (f) Validity period of the options
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|-------|------------|--|
| (i) | 5,000,000 | Expire on 4 th anniversary from the date of grant of option (being 3 June 2016) |
| (ii) | 10,000,000 | Expire on 5 th anniversary from the date of grant of option |
| (iii) | 10,000,000 | Expire on 6 th anniversary from the date of grant of option |
| (iv) | 10,000,000 | Expire on 7 th anniversary from the date of grant of option |
| (v) | 5,000,000 | Expire on 8 th anniversary from the date of grant of option |

Submitted by Hoon Tai Meng, Executive Director, on 3 June 2016 to the SGX-ST.