

KORI HOLDINGS LIMITED
(Company Registration No. 201212407R)
(Incorporated in Singapore)
(the "Company")

**UPDATE ON USE OF PROCEEDS FROM THE ISSUE OF THE BOND
TO KEONG HONG HOLDINGS LIMITED**

Unless otherwise defined, all capitalised terms used herein shall have the meanings ascribed to them in the Company's announcement dated 20 August 2013.

1. Change in the Use of Net Proceeds

The Board wishes to provide an update on the proposed use of the Net Proceeds from the issue of the Bond to Keong Hong Holdings Limited, amounting to approximately S\$4,970,000 (after deducting related expenses incurred in connection with the issue of the Bond).

Save for the proposed acquisition of 51% of the ordinary shares in the issued share capital of Fuchiang Construction Pte. Ltd. (as announced on 18 December 2013), there are no definitive plans to acquire other companies in a similar business as the Company at this juncture. Accordingly, the Board believes that it would be more efficient and in the Company's interest to reallocate part of the Net Proceeds to fund the Company's proposed purchase of steel materials for its structural steelwork projects (the "**Proposed Steel Purchase**") (the "**Reallocation**").

The Company has reallocated S\$2,430,000 from the Net Proceeds for the Proposed Steel Purchase. The balance S\$2,540,000 from the Net Proceeds will be used in accordance with the intended use of the Net Proceeds as stated in the Company's announcement dated 20 August 2013.

2. Utilisation of the Net Proceeds

Following the Reallocation, the use of the Net Proceeds as at the date of this announcement is set out below:

Use of Net Proceeds	Amount allocated pursuant to the Reallocation (\$)	Amount Utilised (\$)	Amount Unutilised (\$)
To acquire companies in a similar business as part of the Company's expansion plans	2,540,000	-	2,540,000
Purchase of steel materials for structural steelwork projects	2,430,000	2,430,000	-
Total	4,970,000	2,430,000	2,540,000

The Company will continue to make periodic announcements on the use of the balance Net Proceeds as and when the funds are materially disbursed, and will provide a status report on the use of the Net Proceeds in the Company's annual report and the interim and full-year financial statements.

By Order of the Board

Kori Holdings Limited

Hooi Yu Koh
CEO and Managing Director
30 June 2014

The Company was listed on Catalist of the Singapore Exchange Securities Trading Limited (SGX-ST) on 11 December 2012. The initial public offering of the Company was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**").

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the relevant rules of 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.

The contact person for the Sponsor is Mr Mark Liew, Managing Director, Corporate Finance at 20 Cecil Street #21-02 Equity Plaza, Singapore 049705, telephone (65) 6229 8088.
