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LH Group receives significant interest for Proposed Conditional Placement heading into RTO

- **Proposed Conditional Placement has to-date received total placement applications amounting to approximately S$8.1 million**
- **Major criteria for the RTO will be fulfilled, subject to completion of the Conditional Placement and contingent on shareholder approval at EGM to be held on 8 February 2017**

Singapore, 6 February 2017 – LH Group Limited ("**LH Group**" or the "**Group**"), specialist contractors of aluminium works and manufacturer of traction devices and vehicle parts, in relation to the circular dated 30 December 2016, is pleased to announce that its proposed conditional placement (the "**Conditional Placement**") at the issue price of S$0.80 per Conditional Placement Share has received numerous applications to subscribe for an aggregate of 10.1 million Conditional Placement Shares, which consideration amounts to approximately S$8.1 million, which is approximately [35]% more than the minimum placement target of S$6.0 million.

The Conditional Placement is well-supported by Koh Brothers Group Limited (through its wholly-owned subsidiary) and prominent businessmen affiliated with Tang Group of Companies (owner and operator of the Dorsett Hospitality Chain), Home Fix DIY, and Food Empire Holdings Limited (a global branding and manufacturing company in the food and beverage sector), such applicants having applied for an aggregate of 5,825,000 Conditional Placement Shares representing approximately 57.5% of the total applications received to-date for the Conditional Placement.

Tan Hai Peng Micheal, Executive Chairman of the Group commented, ***"We are pleased with both the enthusiasm and quality of interest shown from investors for our Proposed Conditional Placement. Amid much uncertainty in the global economy, it is reassuring to see our investor community's confidence in the true potential of the developments that will ensue post-RTO. I would like to extend a warm welcome to our new shareholders as the Group progresses through this evolution. We look forward to enhancing our shareholders' value and to reinforce their confidence."***

An Extraordinary General Meeting to approve the RTO will be convened at 10.00 a.m. on Wednesday, 8 February 2017 at YMCA of Singapore, 1 Orchard Road, Singapore 238824.

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ABOUT LH Group Limited ("LH Group" or the "Group")

LH Group Limited was listed on the Main Board of Singapore Exchange Securities Trading Limited in 1994. The Group operates under two divisions – the Aluminium Division and the Vehicle Division.

The business and experience of the Aluminium Division includes design, fabrication and installation of building façade and interior wall such as curtain walling system, cladding system, high quality doors and windows.

The Aluminium Division's technical expertise and track record accumulated over the years enabled the Group to register with the top grading (L6) with the Singapore Building and Construction Authority. This allows the Division to tender for projects with unlimited tender values.

The Aluminium Division has completed several Housing Development Board projects, such as The River Vista @ Kallang and The SkyTerrace @ Dawson, as well as the Singapore Changi Airport Terminal 3, The Sail @ Marina Bay, The Capella @ Sentosa, Educational Institution Building @ Tampines – United World College South East Asia, Orchard Central, The Clift @ McCallum Street, The Tennery, Floridian and Jardin Condominium.

The Vehicle Division, which is primarily based in South Korea, manufactures vehicle traction devices and vehicle parts.

Issued for and on behalf of LH Group Limited.
By Financial PR
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Forward-looking statements and financial information involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Group, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements and financial information. Such forward-looking statements and financial information are based on numerous assumptions regarding the Group's present and future business strategies and the environment in which the Group will operate in the future. Because these statements and financial information reflect the Group's current views concerning future events, these statements and financial information necessarily involve risks, uncertainties and assumptions. Actual future performance could differ materially from these forward-looking statements and financial information. The Group expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement or financial information contained in this press release to reflect any change in the Group's expectations with regard thereto or any change in events, conditions or circumstances on which any such statement or information is based, subject to compliance with all applicable laws and regulations and/or the rules of the SGX-ST and/or any other regulatory or supervisory body or agency. You are cautioned not to place undue reliance on these forward-looking statements, which are based on the current view of management on future events.

This press release includes market and industry data and forecast that have been obtained from internal survey, reports and studies, where appropriate, as well as market research, publicly available information and industry publications. Industry publications, surveys and forecasts generally state that the information they contain has been obtained from sources believed to be reliable, but there can be no assurance as to the accuracy or completeness of such included information. While the Group has taken reasonable steps to ensure that the information is extracted accurately and in its proper context, the Group has not independently verified any of the data from third party sources or ascertained the underlying economic assumptions relied upon therein.