SHS HOLDINGS LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 197502208Z)

THE USE OF SUBSCRIPTION PROCEEDS

The Board of Directors of SHS Holdings Ltd. (the "**Company**") refers to the Company's announcements dated 12 September 2013, 3 December 2013, 7 December 2013, 16 December 2013, 2 January 2014, 8 January 2014 and 23 January 2014 and the circular to shareholders of the Company dated 16 December 2013 (the "**Circular**") in relation to the Acquisition and the Subscription.

Unless otherwise defined herein, all capitalised terms used in this announcement shall bear the same meanings and construction as ascribed to them in the Circular.

The Board of Directors of the Company wishes to announce that out of the remaining balance of the Subscription Proceeds of S$1.65 million, the Company has utilised S$1.25 million to fund the Group's working capital needs which is substantially consistent with the intended use of the Subscription Proceeds as disclosed in the Circular.

The Company will continue to make periodic announcements via SGXNET on the use of the balance Subscription Proceeds of S$400k as and when the funds are materially disbursed.

By Order of the Board

Goh Koon Seng
Executive Director
19 May 2015