



KOON HOLDINGS LIMITED
(INCORPORATED IN THE REPUBLIC OF SINGAPORE)
(COMPANY REGISTRATION NO. 200303284M)
(ARBN 105 734 709)

Registered Office Address: 11 Sixth Lok Yang Road, Singapore 628109 (Singapore)
Level 12 225 George Street Sydney NSW 2000, Australia (Australia)

Update on Scheme of Arrangement and Disposal of Malaysian Properties

*Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as in the Company's announcement dated 26 June 2020 ("**Previous Announcement**").*

Further to the Previous Announcement, the Board of Directors of the Company wishes to announce that:

Disposal of interest in Malaysian properties

1. The Board of Directors of the Company (and together with its subsidiaries, the "Group") had on 3 September 2020 and 23 September 2020 entered into the respective Sale and Purchase Agreements ("SPAs") for the disposal of the Malaysian properties ("Disposal").
2. The Disposal was completed as at 2 December 2020 and 22 December 2020 respectively. The transfers of titles are in progress and subject to the discharge of mortgage and lodgement of documentation for the changes of ownership.
3. The total Purchase Price for the Sale is Malaysian Ringgit, MYR20,971,593 or approximately SGD 6,884,974.

Rationale for and benefits of the Disposal

4. The Disposal of the properties is required under the terms of the KHL Scheme. Pursuant to the KHL Scheme, the Company must dispose of its interests in the non-core assets for the purposes of making a cash distribution from the net proceeds received (net of selling expenses, professional fees, and payments made to discharge any encumbrances over the Sales Assets) to Participating Creditors.

Use of proceeds

5. The Company will utilise the net proceeds from the Disposal (after deducting selling expenses and professional fees) ("**Net Proceeds**") in accordance with the terms of the KHL Scheme.

Interest of directors and controlling shareholders

6. None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Disposal, other than through their respective shareholdings (if any) in the Company.
7. This announcement was authorised for release by the Company's Acting Managing Director.

Shareholders and holders of the Company's securities are advised to read this announcement and any further announcements by the Company carefully. Shareholders and holders of the Company's securities should consult their stockbrokers, bank managers, solicitors, or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Oh Koon Sun
Acting Managing Director
5 January 2021