



SLB Development Ltd.

(Incorporated in the Republic of Singapore under Registration No. 201729864H)

INCORPORATION OF ASSOCIATED COMPANY

The Board of Directors of SLB Development Ltd (the "**Company**", and together with its subsidiaries, the "**Group**") is pleased to announce that the Group's wholly-owned subsidiary company, LBD (China) Pte. Ltd. ("**LBD China**") has, together with KSH Hotels Asia Pte. Ltd. ("**KSHHA**"), Prospere Development Pte. Ltd. ("**Prospere**") and Oxley China Pte. Ltd. ("**Oxley China**"), incorporated a company (the "**Incorporation**"), KAP Hotel Investments Pte. Ltd. ("**KAPHI**"), with an issued and paid-up share capital of 5 ordinary shares of S\$1.00 each.

The principal activities of KAPHI are (i) management consultancy services for hotels and (ii) holding of assets for investment..

Pursuant to the Incorporation, 5 ordinary shares in the issued and paid-up share capital of KAPHI of S\$1.00 each for cash consideration were issued and allotted (the "**Shares Issuance and Allotment**") as follows:-

	Name of Member	Number of Shares Issued and Allotted
(i)	Prospere	2
(ii)	Oxley China	1
(iii)	LBD China	1
(iv)	KSHHA	1

Prospere is a wholly-owned subsidiary of Heeton Homes Pte. Ltd., which is a wholly-owned subsidiary of Heeton Holdings Limited.

Oxley China is a wholly-owned subsidiary of Oxley International Holdings Pte. Ltd., which is a wholly-owned subsidiary of Oxley Holdings Limited ("**Oxley Holdings**").

KSHHA is a wholly-owned subsidiary of KSH Holdings Limited ("**KSH**").

Following the Shares Issuance and Allotment, KAPHI became a 20%-owned associated company of the Group.

The Incorporation as well as the Share Issuance and Allotment was funded internally and is not expected to have any material impact on the net tangible assets per share and earnings per share of the Group for the current financial year ending 31 May 2019.

Mr Ong Pang Aik, the controlling shareholder of the Company, has a shareholding interest not exceeding 1% in KSH. Ms Ong Lay Koon, Non-Executive Non-Independent Chairman of the Company, has a shareholding interest not exceeding 1% in Oxley Holdings and KSH. Mr Owi Kek Hean, Lead Independent Director of the Company, has a shareholding interest not exceeding 1.0% in Oxley Holdings. Save as aforesaid, none of the Directors or controlling

shareholders of the Company, or their associates has any interest, direct or indirect, in the above transaction other than through their shareholding interest in the Company (if any).

BY ORDER OF THE BOARD

Ong Eng Keong

Executive Director and Chief Executive Officer

18 April 2019

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (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.

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