



HO BEE GROUP

HO BEE INVESTMENT LTD
(Co. Regn. No. 198702381M)

ESTABLISHMENT OF A WHOLLY OWNED SUBSIDIARY TO ACQUIRE A RESIDENTIAL SITE IN DONCASTER, AUSTRALIA

HO BEE INVESTMENT LTD (“**HBI**”) is pleased to announce the incorporation of the following wholly-owned subsidiary in Victoria, Australia:-

Name of new subsidiary	: HB Doncaster Pty Ltd (“ HB Doncaster ”)
Registered capital	: A\$12 million comprising 12 million ordinary shares
Principal activities	: Property development

HB Doncaster was set up as a special purpose company for the acquisition of a residential site located at 1 Grosvenor Street, Doncaster, Victoria 3108 (the “**Property**”).

The Property with a freehold tenure has a land area of 5,457 square metres. There is a current planning approval for the development of 185 residential apartments with total gross floor area of 18,766 square metres.

The purchase consideration for the Property is A\$8.5 million. A 10% deposit has been paid and the balance will be payable on completion which is scheduled on or about 2 September 2013, subject to receipt of Foreign Investment Review Board approval to the purchase.

The land and development costs of this project will be financed by internal funds and bank borrowings and are not expected to have any material impact on the consolidated earnings per share and net tangible assets per share of the HBI Group for the financial year ending 31 December 2013.

The chairman/chief executive officer and controlling shareholder of HBI, Mr Chua Thian Poh, together with the executive directors, Mr Ong Chong Hua and Mr Desmond Woon Choon Leng have been appointed as directors of HB Doncaster. Save as disclosed herein, none of the directors or controlling shareholders of HBI has any interest, direct or indirect, in the above transactions, other than through their shareholdings in HBI (if any).

By Order of the Board

Tan Sock Kiang
Company Secretary
5 July 2013