



HO BEE GROUP

HO BEE INVESTMENT LTD
(Company Registration No. 198702381M)
(Incorporated in the Republic of Singapore)

DIVESTMENT OF ENTIRE 31.67% EQUITY INTEREST IN HASIDON HOLDINGS PTE. LTD.

The Board of Directors of Ho Bee Investment Ltd (the “**Company**”) wishes to announce that the Company has today completed the divestment (the “**Divestment**”) of its entire 31.67% equity interest comprising 2,375,000 ordinary shares in Hasidon Holdings Pte. Ltd. (“**Hasidon Holdings**”). Following the divestment, Hasidon Holdings ceased to be the Company’s associated company.

Hasidon Holdings was owned by the Company (31.67%), Performance Investment Pte. Ltd. (52.78%), Ronnie Teo Heng Hock (5%) and Rosaline Chen Siew Nyong (10.55%) (collectively “**the Vendors**”). Pursuant to a Sale and Purchase Agreement, the Vendors sold to the Purchasers, namely Samuel Lee Sai Kit (50%) and Tay Lee Hoon (50%) all the entire 7,500,000 issued and paid up share capital of Hasidon Holdings and a shareholders’ loan.

The sole asset of Hasidon Holdings comprises the property situated at 9 Temasek Boulevard #15-01, #15-02 and #15-03 Suntec Tower Two, Singapore 038989 (the “**Property**”). The open market value of the Property is S\$26,500,000 based on a valuation carried out by Knight Frank Pte Ltd on 3 November 2011.

The aggregate consideration (the “**Consideration**”) for the disposal of Hasidon Holdings is S\$26,811,290 which comprises the sale of shares at S\$22,011,291 (“**Sale Shares**”) and sale of the shareholders’ loan of S\$4,799,999 (“**Shareholders’ Loan**”). The Consideration and Shareholders’ Loan are satisfied wholly in cash on completion. The Consideration was arrived at on a willing-seller and willing-buyer basis, taking into account the market valuation of the Property.

The Company’s share of the Consideration at 31.67% is S\$5,398,092.02 and the Shareholders’ Loan is S\$1,520,000 respectively. The Company expects the Divestment to give rise to an estimated gain on disposal of approximately S\$4.6 million for the current financial year. Other than the foregoing, the Divestment is not expected to have any material impact on the net tangible assets or earnings per share of the Company for the financial year ending 31 December 2012.

The Divestment is a non-discloseable transaction as defined under Chapter 10 of the SGX-ST Listing Manual.

None of the directors or the controlling shareholder of the Company has any interest, direct or indirect, in the Divestment otherwise than through their shareholding interests in the Company.

By Order of the Board

Tan Sock Kiang
Company Secretary

9 February 2012