

**SHS HOLDINGS LTD.**

(Company Registration Number 197502208Z)

(Incorporated in the Republic of Singapore)

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**ACQUISITION OF ADDITIONAL SHARES IN SUBSIDIARY, SINENERGY PTE LTD**

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The Board of Directors of SHS Holdings Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company has through its subsidiary, Sinenergy Holdings Pte Ltd and Chua Kok Leong (“**CKK**”) entered into a Sale Purchase Agreement with Ditrolic (S) Pte Ltd (“**Ditrolic**”) to acquire its entire 29% in Sinenergy Pte Ltd (“**SPL**”) for an amount in cash equal to the audited net book value of shares as at 31 December 2016 or S\$200,000 whichever is the higher. Subject to the audit to be carried out and completed for SPL which in any case will be not be later than 31 March 2017, the unaudited net book value/net tangible assets of SPL is estimated to be S\$695,000 and the estimated equivalent value of the shares held by Ditrolic for its 29% interests in SPL as such is S\$201,550. As contemplated between the Group, CCK and Ditrolic, the consideration amount is based on a willing buyer, willing seller basis taking into account the net book value/net tangible assets of SPL.

SPL’s principal activity is to supply and install mechanical and electrical works (including solar panels).

Following the completion of the Sale Purchase Agreement, SPL shareholdings will be owned by Sinenergy Holdings Pte Ltd, a wholly owned subsidiary of the Company and CCK as follows:

<b>Shareholders</b>	<b>Current Shareholding</b>	<b>New Shareholding</b>	<b>Change</b>	<b>Consideration *</b>
Sinenergy Holdings Pte Ltd	60%	85%	+25%	S\$173,750
CCK	11%	15%	+4%	S\$ 27,800
Ditrolic	29%	0%	-29%	na
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>-</b>	<b>S\$201,550</b>

\*based on unaudited net book value

The purchase of the additional 25% interests in SPL by the Group is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year.

By Order of the Board  
SHS Holdings Ltd.

Ng Han Kok, Henry  
Group Chief Executive Officer  
9 January 2017