



KSH Holdings Limited

(Company Registration Number: 200603337G)
(Incorporated in the Republic of Singapore on 9 March 2006)

RESPONSE TO SGX QUERIES IN RELATION TO THE ANNOUNCEMENT OF THE UNAUDITED FULL YEAR RESULTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2013

The Board of Directors of KSH Holdings Limited (the "Company") refers to its announcement dated 27 May 2013 (Announcement No. 98) of its unaudited full year results for the financial year ended 31 March 2013 (the "Announcement").

The Board of Directors of the Company wishes to announce that the Singapore Exchange Securities Trading Limited ("SGX-ST") has, subsequent to the release of the Announcement, requested for further information pertaining to the Announcement. The queries by SGX-ST and the responses by the Company to the queries are as follows:

Question 1

The Company disclosed that share of results of associates increased from a loss of S\$88,000 for FY2012 to S\$16,645,000 for FY2013. Please provide a breakdown of the material items contributing to the significant increase and explain the material variances.

Answer 1

As disclosed on page 13 of the Announcement, the increase in share of results of associates was mainly due to the contribution from the development property projects with significant increases in sales and higher recognition on percentage of construction completion on projects.

As requested by SGX-ST, the Company would like to further explain that as the sales of development properties developed by the associates and the percentage of construction completion progress, a higher amount of profits were recognized by these associates in FY2013 as compared to FY2012. Consequently, the Group's share of associates in FY2013 increased as compared to FY2012. The projects which developed by the associates of the Group with increase in sales and higher recognition on percentage of construction completion in FY2013 as compared to FY2012 as mentioned include Cityscape@Farrer Park, The Boutiq, and Rezi 26.

Question 2

The Company disclosed that provision for anticipated losses increased by 233.4% from S\$404,000 for FY2012 to S\$1,347,000 for FY2013. Please disclose the reasons for this provision and what the anticipated losses relate to.

Answer 2

As disclosed on page 13 of the Announcement, there was an increase in provision for anticipated losses on construction projects of S\$0.9 million in FY2013 as compared to FY2012.

As requested by SGX-ST, the Company would like to further explain that the provision provided in FY2013 was for the anticipated losses on a construction project, arising from higher materials cost and labour costs than the expected amount required during tendering of the project.

Question 3

The Company has indicated there was no forecast or any prospect statement previously disclosed to shareholders in paragraph 9 of the results announcement. Please comment whether the results for the current quarter are in line with the Company's commentary in paragraph 10 of the results announcement dated 7 February 2013.

Answer 3

As requested by SGX-ST, the Company would like to comment that the results for the 4th quarter of FY2013 are in line with the Company's commentary in paragraph 10 of the results announcement dated 7 February 2013.

By Order of the Board

CHOO CHEE ONN
Executive Chairman and Managing Director
4 June 2013