



KSH HOLDINGS LIMITED

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

LEGAL PROCEEDINGS IN RELATION TO THE COAST @ SENTOSA COVE

The Board of Directors (the "**Board**") of KSH Holdings Limited (the "**Company**") refers to the media reports on 10 September 2013 in relation to the legal proceedings (the "**Suit**") brought by the Management Corporation Strata Title Plan No. 3493 (the "**MCST**") of the residential development known as The Coast @ Sentosa Cove against the developer, Ho Bee Cove, Kim Seng Heng Engineering Construction (Pte) Ltd ("**KSHEC**"), a wholly-owned subsidiary of the Company, Architects 61 and Bescon Consulting Engineers.

KSHEC was the Main Contractor engaged to construct The Coast, which was completed in May 2009.

The MCST has made various general claims against KSHEC for alleged defects in the common property of The Coast as well as specific claims on the warranties and indemnities jointly and severally provided by KSHEC and several specialist sub-contractors in connection with the construction of The Coast.

KSHEC has filed a comprehensive defence in response to the Suit and will take all necessary steps to vigorously defend its interests, including filing indemnity claims against the relevant sub-contractors as third parties to the Suit.

In the nature of the group's business, legal claims similar to the Suit are not unusual. The Board has been advised by its lawyers that the amount claimed in the Suit against KSHEC is likely to be very insignificant. The Suit will thus not have any impact on the business and financial positions of KSHEC or the Company, in any respect whatsoever.

BY ORDER OF THE BOARD

CHOO CHEE ONN
Executive Chairman and Managing Director