

OCEAN SKY INTERNATIONAL LIMITED

(Company Registration No. 198803225E)
(Incorporated in the Republic of Singapore)

ACQUISITION OF PROPERTY IN SINGAPORE FOR REDEVELOPMENT

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Ocean Sky International Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that its wholly-owned subsidiary, Atlantic Sky Investment Pte. Ltd. (the “**Purchaser**”), has on 24 May 2017 exercised the option (the “**Option**”) to acquire (the “**Acquisition**”) a 999-year leasehold property at 6 Nim Drive, Singapore 807650 (also known as MK18-5279X) with a land area of approximately 456.1 square metres (the “**Property**”) owned by Mr Yap Teddy (the “**Vendor**”).

The Group intends to redevelop the Property for sale, subject to obtaining all the necessary approvals from the relevant authorities.

2. PURCHASE PRICE

The purchase price of S\$4,175,000 (the “**Purchase Price**”) was arrived at on a willing buyer-willing seller basis after taking into account current market prices of properties in the surrounding area and the Group’s assessment of the Property’s development potential. No formal valuation of the Property has been conducted.

A sum of S\$208,750 has been paid as deposit towards the Purchase Price. The balance of the Purchase Price shall be paid upon completion of the Acquisition.

3. FUNDING OF ACQUISITION

The Acquisition will be funded by internal resources and/or bank borrowings.

4. SALIENT TERMS OF THE ACQUISITION

The Vendor has agreed to sell and the Purchaser has agreed to purchase the Property free of encumbrances but subject to all conditions of title whether expressed or implied affecting the Property and subject to the Purchaser obtaining the Qualifying Certificate from the Land Dealings Approval Unit of the Singapore Land Authority within eight (8) weeks from the date of exercising the Option.

5. FINANCIAL EFFECTS

The Acquisition is a transaction carried out in the ordinary course of the Group’s business.

The Acquisition is not expected to have any material impact on the earnings per share and net tangible assets per share of the Company for the current financial year ending 31 December 2017.

6. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the directors or controlling shareholders of the Company has any interest, directly or indirectly, in the Acquisition, save for their respective shareholdings in the Company.

BY ORDER OF THE BOARD

Chia Yau Leong
Executive Director and Company Secretary

25 May 2017

Sponsor's Statement

This announcement has been prepared by Ocean Sky International Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the relevant Catalist Rules. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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