

USP GROUP LIMITED
(Company Registration No: 200409104W)
(Incorporated in the Republic of Singapore)
(the “**Company**”, with its subsidiaries, the “**Group**”)

PROPOSED INVESTMENT IN KOON CHENG DEVELOPMENT PTE LTD

The Board of Directors (the “**Board**”) of the Company wishes to announce that the Company (together with its wholly owned subsidiary USP Properties Pte Ltd) are in negotiations with **Koon Cheng Development Pte Ltd** (“**KCDPL**”) and its shareholders to invest in KCDPL through the acquisition and/or subscription by the Company of shares in KCDPL (the “**Proposed Investment**”).

KCDPL is a Singapore based property development company which has a leasehold interest in Woodlands Industrial Park E5 in Singapore. In the last audited financial year ended 30 June 2014, KCDPL has revenue of S\$3.5 million, net profit after tax of S\$1.6 million and net asset of S\$5.7 million.

No definitive agreement has been executed yet. An appropriate announcement on the outcome of the negotiations will be made in due course.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Proposed Investment.

Meanwhile, Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Company's securities. When in doubt, shareholders and potential investors are advised to seek independent advice from their bankers, stockbrokers, solicitors or other professional advisers.

By Order of the Board
USP GROUP LIMITED
Li Hua
Executive Chairman
13 November 2015