

OKP HOLDINGS LIMITED

(Incorporated in Singapore with Registration No. 200201165G)

PROPOSED PURCHASE OF PROPERTY AT 2A SUNGEI KADUT DRIVE SINGAPORE 729554

The Board of Directors of OKP Holdings Limited (the “**Company**”) wishes to announce that Or Kim Peow Contractors (Private) Limited (“**OKPC**”), a wholly-owned subsidiary of the Company, has accepted the option to purchase (the “**Option**”) a property known as 2A Sungei Kadut Drive Singapore 729554 (the “**Property**”) from Tong Seng Huat Engineering Pte Ltd (the “**Proposed Purchase**”) today. The purchase price is S\$3.55 million (excluding goods and services tax, where applicable) and a deposit of S\$177,500, being 5% of the purchase price, has been paid by OKPC.

The Property comprises a 3-storey purpose-built detached factory building with ancillary office and a single-storey factory building. It has a total gross floor area of approximately 5,190 square metres and occupies a land area of approximately 5,187 square metres. The Property is held on a 23-year lease from Jurong Town Corporation (“**JTC**”), commencing from 16 March 2002.

The Property will be sold subject to the existing tenancy for part of the Property, which will expire on 31 January 2011. Subject to the existing tenancy and approval by JTC, the Property will be used by OKPC mainly for its fabrication yard, workshop, storage of construction materials and office.

The sale and purchase of the Property is scheduled to be completed by 25 August 2010 or 4 weeks from the date of receipt of the relevant approval from JTC, whichever is the later. The balance 95% of the purchase price shall be paid upon completion.

The Group intends to fund the purchase of the Property by internal cash resources. The purchase price was arrived at on a willing buyer-willing seller basis.

The relative figures computed on the bases set out in Rule 1006 of the SGX-ST Listing Manual in relation to the Proposed Purchase are as follows:-

	Basis	Relative figure
Rule 1006(a)	Net asset value of assets to be disposed of, compared with the Group’s net asset value	Not applicable
Rule 1006(b)	Net profit attributable to the assets acquired, compared with the Group’s net profit	Not applicable
Rule 1006(c)	Aggregate value of consideration given, compared with the Company’s market capitalisation (as at 26 May 2010)	3.16%
Rule 1006(d)	Number of equity securities issued by the Company as consideration for the acquisition, compared with the number of equity securities previously in issue	Not applicable

The Proposed Purchase is a non-discloseable transaction pursuant to Rule 1008 of the SGX-ST Listing Manual and is not subject to the approval of the Company’s shareholders.

The Proposed Purchase will not have any material impact on the net tangible assets per share and earnings per share of the Group for the financial year ending 31 December 2010.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Proposed Purchase, save through their shareholdings in the Company (if any).