
NON-RENEWAL OF TENANCY FOR FOREIGN WORKERS DORMITORY AT TERUSAN LODGE I

The Board of Directors (the “**Board**”) of T T J Holdings Limited (the “**Company**” or together with its subsidiaries, the “**Group**”) refers to the Company’s Annual Report in respect of the financial year ended 31 July 2015 (“**FY2015**”) issued in November 2015 wherein it was stated that the tenure for the dormitory at Terusan Lodge I (the “**Terusan Dormitory**”) expires in January 2017.

The Board wishes to inform shareholders that the Group has been notified by the Building and Construction Authority (the “**BCA**”) that as the site where the Terusan Dormitory is located will be affected by re-development works, the BCA has not granted the Group’s application for a renewal for a further term of the tenancy for the Terusan Dormitory. Currently, the Terusan Dormitory houses approximately 5,300 workers and is the only workers dormitory operated by the Group.

The Board also wishes to inform shareholders that the Group has been successful in securing the tender for the management and operation of an existing foreign workers dormitory situated at Upper Jurong Road (the “**Jurong Dormitory**”). The tenancy for the Jurong Dormitory will be for approximately three years commencing on 1 August 2016 and ending on 30 July 2019. The Jurong Dormitory has a capacity of approximately 500 workers.

The Group’s Dormitory business contributed approximately 20.3% or S\$19.1 million of the Group’s revenue for FY2015. Accordingly, the non-renewal of the Terusan Dormitory is expected to have a material impact on the Group’s financial and operating results for the financial year ending 31 July 2017 (“**FY2017**”). The Jurong Dormitory is not expected to have a material impact on the Group’s financial and operating results for FY2017.

The Board of Directors wishes to advise shareholders and investors to exercise caution when dealing in the shares of the Company. Shareholders and investors should consult their stockbroker, bank managers, solicitor or other professional advisers if they have any doubt about the actions that they should take.

By Order of the Board

Teo Hock Chwee
Chairman and Managing Director

20 July 2016