



TEHO INTERNATIONAL INC LTD.

(Incorporated in the Republic of Singapore on 10 June 2008)
(Company Registration Number: 200811433K)

INCORPORATION OF JOINT VENTURE COMPANY

1. INTRODUCTION

The Board of Directors (the “**Board**”) of TEHO International Inc Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that TEHO Development Pte. Ltd. (“**TEHO Development**”), a wholly-owned subsidiary of the Company has, on 1 November 2018, entered into a joint venture agreement with Mr Lai Chi Kai, Matthew for the incorporation of a joint venture company in Singapore known as Upon Design Pte. Ltd. (“**Upon Design**” or “**JVCo**”) (the “**Incorporation**”).

Upon Design has been incorporated with an issued and paid-up share capital of S\$20,000 divided into 20,000 ordinary shares, with 50% of the total number of issued shares being held by TEHO Development and the remaining 50% held by Mr Lai.

2. INFORMATION ON MR LAI CHI KAI, MATTHEW

Mr Lai graduated from the National University of Singapore, School of Design & Environment, Department of Architecture in 2006 as the overall top student and valedictorian of his cohort. Aside from receiving his Masters of Architecture, he was also awarded the Singapore Institute of Architects Gold Medal Board of Architects Gold Medal and the Architectural Alumni Association Book Prize. He founded Studio XMSL Pte. Ltd. in 2009 and went on to work on numerous Architecture and design projects. Studio XMSL Pte. Ltd. provides a full range of design services including building design, interior design, industrial design and brand communication. In 2014, Matthew was awarded in the residential category of the Asia Pacific based IAI Design Awards for his project, Gable End Houses on Lynwood Grove.

Mr Lai is not related to the Group, and none of the Company’s Directors or controlling shareholders and/or their respective associates has any interest (direct or indirect) in XMSL Pte. Ltd..

3. INFORMATION ON AND RATIONALE FOR THE JOINT VENTURE

Following the Incorporation, the JVCo will undertake real estate design and construction services, and to develop landed residential property in Singapore. In this regard, Upon Design will obtain any planning permissions, listed building consents, building regulation approvals and all other authority permissions, consents, approvals, licenses, certificates and permits as may be necessary lawfully to operate the JVCo.

The incorporation of the JVCo is in line with the Company’s core business of property development and real estate services as TEHO Development’s role would be to provide project management services whilst Mr Lai would provide professional architectural and design services in relation to the projects.

4. FUNDING AND FINANCIAL EFFECTS

The Incorporation will be funded through internal resources and is not expected to have any material impact on the earnings per share and net tangible assets per share of the Company and the Group for the current financial year ending 30 June 2019.

5. INTEREST OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors and controlling shareholders of the Company or their respective associates has any interest, direct or indirect, in the JVCo other than through their respective shareholdings (if any) in the Company.

6. FURTHER ANNOUNCEMENTS

The Company will update shareholders on material developments relating to the joint venture, if any.

BY ORDER OF THE BOARD

Lim See Hoe
Executive Chairman and Chief Executive Officer

1 November 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr David Yeong (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.