



KOON HOLDINGS LIMITED
(INCORPORATED IN THE REPUBLIC OF SINGAPORE)
(COMPANY REGISTRATION NO. 200303284M)
(ARBN 105 734 709)

Update for Profit Guidance

This announcement should be read in conjunction with the Group's announcement on 11 January 2010

In its announcement to Australian Stock Exchange and Singapore Exchange Limited ("SGX") on 11 January 2010, Koon Holdings Limited ("Koon" and, together with its subsidiaries, the "Group") provided profit guidance with respect to its pre-tax profit for the year ended 31 December 2009 ("FY2009"). The Group stated that its pre-tax profit for FY2009 will likely be substantially higher than that for the year ended 31 December 2008 ("FY2008").

Koon is pleased to provide the following update:

Based on the management accounts, the Group's pre-tax profit is expected to be in the range of S\$10.5 million to S\$12.5 million in FY2009 from S\$2.12 million in FY2008. The substantial improvement in performance is mainly due to the recognition of higher margins from several larger construction projects, a result of the rationalization and streamlining exercise which began in the second half of 2008.

While the performance of the Land-based Rental division showed improvement against the previous year, it was offset by a dip in performance of the Marine Logistics division whose second half results was affected by the slow down in marine transportation activities.

The Group is expecting to release its FY2009 results on or about 27 January 2010, upon completion of the annual audit.

The Board of Directors intends to declare a final dividend and details of the dividend will be announced together with its full year result announcement.

The Board of Directors would like to emphasise that Koon will be applying to SGX for upgrade to Main-board and the application is subject to approval from SGX.

BY ORDER OF THE BOARD

Tan Thiam Hee
Managing Director and Chief Executive Officer

Date: 13 January 2010