

GAYLIN HOLDINGS LIMITED
Company Registration No.: 201004068M
(Incorporated in the Republic of Singapore on 25 February 2010)

PROFIT GUIDANCE – UPDATE

The Board of Directors (the "Board") of Gaylin Holdings Limited (the "Company" and together with its subsidiaries, the "Group") announces that based on a preliminary review of the draft unaudited financial results, the Group is expected to record a net loss for the fourth quarter ("4Q2018") and twelve months ending 31 March 2018 ("FY2018").

The Board announces that the Group now expects an inventory provision of S\$35 million, an increase of S\$10 million from the S\$25 million expected amount disclosed in the announcement dated 23 March 2018. The \$35 million inventory provision is based on an extended and updated assessment of the value of the Group's aged inventories by professional valuers and consultants.

Additionally, non-recurring costs during FY18 for the Group amounted to S\$6 million due to transaction and restructuring costs arising from the 13 March 2018 share placement as well as charges from the write-off of an intangible asset. Therefore, the expected inventory provisions, intangible asset write-off, and transaction and restructuring costs total to approximately S\$41 million.

The information contained in this announcement is based on the information currently available to the Board, including the preliminary review of the draft unaudited financial results for 4Q2018 and FY2018. Further details of the Group's financial performance will be disclosed when the Company announces its 4Q2018 and FY2018 results on or before 25 May 2018.

In the meantime, shareholders and potential investors of the Company are advised to exercise caution when dealing with the shares of the Company. If in doubt, shareholders of the Company should seek advice from their stockbrokers, bankers, solicitors, accountants, tax advisers or other professional advisers.

By Order of the Board

Kyle Arnold Shaw, Jr.
Executive Chairman
GAYLIN HOLDINGS LIMITED

18 May 2018