

NOVENA HOLDINGS LIMITED
(Company Registration No. 199307300M)
(Incorporated in Singapore)

**SUPPLEMENTAL AGREEMENT IN CONNECTION WITH THE PROPOSED SALE OF
CERTAIN FURNITURE ASSETS AND BUSINESSES TO TT INTERNATIONAL LIMITED
("PROPOSED DISPOSAL")**

Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the Company's announcement of 2 May 2007 relating to the Proposed Disposal.

1. INTRODUCTION

The Board of Directors of Novena Holdings Limited (the "**Company**") refers to the announcement made on 2 May 2007. On 2 May 2007, the Company and TT International Limited (the "**Purchaser**") entered into a sale and purchase agreement (the "**SPA**") in connection with the Proposed Disposal. The Board would like to announce that on 13 June 2007, the Company has entered into a supplemental agreement (the "**Supplemental Agreement**") with the Purchaser with respect to the SPA.

2. AMENDMENTS TO THE SPA

Under the terms of the SPA, the Sale Consideration payable for the Proposed Disposal shall be determined based on a multiple of six times of the Reviewed NPAT, being the reviewed proforma consolidated net profit after tax of the Furniture Companies on a consolidated basis based on the Reviewed Accounts of the Group for FY2006, to be satisfied through the issue of such number of new shares in the Purchaser (the "**Consideration Shares**") by the Purchaser in favour of the Company, rounded off to the nearest thousand, subject to a maximum of 67,500,000 Consideration Shares at an issue price of \$0.20 each, with the balance sale consideration, if any, to be satisfied by way of a cash payment. "Reviewed Accounts" means the reviewed proforma consolidated accounts of the Furniture Companies comprising only operational income and excluding non-recurring or exceptional income (comprising balance sheet and profit and loss statement and after adjusting for the Excluded Assets) for FY2006 to be reviewed by Ernst & Young.

Under the Supplemental Agreement, both parties have after due consideration to the transaction rationale for both the Purchaser and the Company and to facilitate a smoother transition of ownership of the Furniture Companies, agreed that the Sale Consideration shall be fixed at S\$13,500,000, to be satisfied by the issuance of 67,500,000 Consideration Shares by the Purchaser to the Company.

In consideration of the Company agreeing to the variation stated above, the Purchaser has agreed to amendments limiting the Company's liability under the SPA. Detailed information on the Proposed Disposal, including the Supplemental Agreement, will be set out in a circular to be despatched to Shareholders.

3. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this Announcement and confirm, after making all reasonable enquiries that to the best of their knowledge and belief, the facts stated and opinions expressed herein are fair and accurate in all material respects as at the date hereof, and that there are no material facts the omission of which would make this Announcement misleading.

4. SHAREHOLDERS' APPROVAL

An extraordinary general meeting will be held to approve, *inter alia*, the Proposed Disposal ("**EGM**").

5. DOCUMENT FOR INSPECTION

A copy of the Supplemental Agreement is available for inspection at the Company's registered office at 47 Sungei Kadut Avenue Singapore 729670, during normal business hours from the date of this Announcement to the date of the EGM.

BY ORDER OF THE BOARD

Toh Soon Huat
Acting Chairman/Chief Executive Officer

13 June 2007