



SERIAL SYSTEM LTD
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199202071D)
(the "Company")

PURCHASE OF 12,000,000 ORDINARY SHARES IN THE SHARE CAPITAL OF GLOBAL INVACOM GROUP LIMITED.

1. INTRODUCTION

The board of directors (the "**Board**" or the "**Directors**") of the Company (together with its subsidiaries, the "**Group**") wishes to announce that the Company's wholly-owned subsidiary, SCE Enterprise Pte. Ltd. ("**SCE**") has on 18 June 2015 entered into a proposed share sale agreement (the "**Agreement**") with, *inter alia*, Global Invacom Group Limited. ("**Global Invacom**") pursuant to the purchase of 12,000,000 shares (the "**Sale Shares**") of Global Invacom amounting to an aggregate consideration of approximately S\$3,480,000 (US\$2,580,000) on the terms and subject to the conditions of the Agreement. The Sale Shares represented approximately 4.7% of the existing issued and paid-up share capital and 4.5% of the enlarged issued and paid-up share capital of Global Invacom respectively. The Sale Shares were transferred on 19 June 2015.

2. INFORMATION ON GLOBAL INVACOM

Global Invacom is a company incorporated in Singapore and listed on the Mainboard of the Singapore Exchange Securities Trading Limited and the AIM Market of the London Stock Exchange. It is engaged in the business of providing fully integrated satellite communications equipment typically used for customers in consumer electronics, communications, computer peripherals and medical industries.

3. RATIONALE FOR THE SHARES PURCHASE

- 3.1 Global Invacom is engaged in products typically used in, *inter alia*, consumer electronics, communications, computer peripherals and medical industries and the Group is principally engaged in, *inter alia*, the business of distributing electronic components and products in similar industries, it is envisaged that both Global Invacom and the Group will benefit from the realisation of potential synergies between the two complementary businesses and their respective operations. As Global Invacom has positioned itself as a leader in global SatComms equipment, besides the investment opportunity, the Group will work with Global Invacom in supporting its sourcing and supplying components.

4. FINANCIAL INFORMATION

- 4.1 The consideration for the Sale Shares payable by SCE to Global Invacom of approximately S\$3,480,000 (US\$2,580,000) will be funded by internal funds.
- 4.2 For illustrative purposes only and based on the audited consolidated financial statements of the Group for the financial year ended 31 December 2014 ("**FY2014**"), the financial effects of the purchase of the Sale Shares on (i) the net tangible asset ("**NTA**") per ordinary share ("**Share**") of the Group (assuming that the purchase of the Sale Shares had been completed at the end of FY2014) and (ii) the earnings per Share

("EPS") of the Group (assuming that the purchase of the Sale Shares had been completed at the beginning of FY2014) are as follows:

	Before Purchase	After Purchase
NTA per Share (USD cents)	12.59	12.59
Number of Shares excluding treasury shares at the end of FY2014 for calculating NTA per Share	895,841,914	895,841,914
EPS (USD cents)	1.80	1.80
Weighted average number of Shares for calculating EPS	895,841,914	895,841,914

- 4.3 The financial effects of the purchase of the Sale Shares on the Group are for illustrative purposes only and are, therefore, not indicative of the actual financial performance or position of the Group after Completion.

5. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the purchase of the Sale Shares, other than through their respective shareholdings in the Company, if any.

6. DOCUMENT(S) AVAILABLE FOR INSPECTION

A copy of the Agreement is available for inspection at 8 Ubi View #05-01 Serial System Building Singapore 408554 during normal business hours for a period of three (3) months commencing from the date of this Announcement

By Order of the Board

Derek Goh Bak Heng
Executive Chairman and Group Chief Executive Officer

19 June 2015