ADVANCE SCT LIMITED
(Company Registration Number: 200404283C)

PROPOSED DISPOSAL OF 5% OF THE ISSUED AND PAID-UP ORDINARY SHARES IN THE SHARE CAPITAL OF WESTERN COPPER CO., LTD

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1. INTRODUCTION

The Board of Directors (the "**Board**") of Advance SCT Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce pursuant to Rule 704(18)(c) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**Listing Manual**") that the Company has on 28 December 2015 entered into a sale and purchase agreement (the "**Agreement**") with Tenneco Works Ltd (the "**Purchaser**"), an unrelated third party, for the proposed disposal by the Company of 640,000 issued and paid-up ordinary shares in the share capital of Western Copper Co., Ltd ("**Western Copper**") (hereafter referred to as the "**Sale Shares**") comprising 5% of the issued and paid-up share capital of Western Copper, to the Purchaser (the "**Proposed Disposal**"). The Proposed Disposal will result in Western Copper ceasing to be a subsidiary of the Company but remaining as an associate to the Company, with the Company holding 3,314,785 shares, representing 25.90% of the issued and paid-up share capital of Western Copper, and its wholly-owned subsidiary, Green World Holdings Limited ("**GWH**") holding 2,800,000 Shares, representing 21.88% of the issued and paid-up share capital of Western Copper, with an aggregate of 47.78% of the issued and paid-up share capital of Western Copper after its completion.

2. INFORMATION ON WESTERN COPPER AND THE PURCHASER

Western Copper was incorporated on 21 June 1990 in Taiwan as a joint venture between the Company and a group of Taiwanese individuals to engage in the trading of copper balls that are consumed by Printed Circuit Board ("**PCB**") manufacturers. The Taipei-based joint venture has been managed by the Taiwanese shareholders since incorporation.

As at the date of this announcement, the Company holds 3,954,785 Shares, representing 30.90% of the issued and paid-up share capital of Western Copper, and GWH holds 2,800,000 Shares, representing 21.88% of the issued and paid-up share capital of Western Copper, with an aggregate of 52.78% of the issued and paid-up share capital of Western Copper as at the date of this announcement.

The Company had announced on 20 November 2015 that it has ceased the exclusive distributorship as a part of ongoing organizational restructuring of the copper ball division to improve efficiency and is holding for sale its entire stake in Western Copper. As far as the Company is aware, Western Copper has ceased all operations pending the outcome of its negotiation with its creditors and the lawsuits brought against its Legal Representative and General Manager as announced on 8 November 2015. The Company had announced on 13 November 2015 and 20 November 2015 that Western Copper is currently facing financing and liquidity issues in its operations.

The Purchaser is a company incorporated in the British Virgin Islands and is an existing minority shareholder of Western Copper. The Purchaser is not related directly or indirectly to the Company, its directors or substantial shareholders or any of their associates.

3. RATIONALE FOR THE PROPOSED DISPOSAL

The Directors are of the view that the Proposed Disposal is in the best interests of the Company and its shareholders as set out in the previous announcement dated 24 August 2015. As part of the continuing efforts of the Company to restructure the copper ball business, the Company continues to look for potential buyers for its entire shareholding stake in Western Copper, but in light of the legal proceedings involving Western Copper, the Company has faced difficulties finding a purchaser for its entire stake in Western Copper. The Company wishes to ring fence its exposure and liabilities arising from Western Copper, and hence decided to enter into the Proposed Disposal to reduce its exposure and liabilities arising from Western Copper.

The Board of Directors of the Company considers the terms of the Proposed Disposal to be fair and reasonable and in the interests of the Group, taking into account the factors described above.

4. PRINCIPAL TERMS OF THE PROPOSED DISPOSAL

A summary of the principal terms of the Proposed Disposal as set out in the Agreement is provided below.

4.1 Consideration

The aggregate consideration payable of New Taiwan Dollars ("**NTD**") 25 (or equivalent to S$1 based on the exchange rate of NTD1:S$0.0431) will be paid by the Purchaser to the Company for the Sale Shares (the "**Consideration**"). The Consideration will be fully satisfied in cash in the manner set out in the Agreement.

The Consideration was arrived at on a willing-buyer and willing-seller basis taking into account (1) that the Consideration is derived on a negotiated value approximate to the net tangible asset value of S$1,807,440 representing a loss of S$90,371 over the net tangible asset value based on the unaudited consolidated financial statements of the Group for the nine-month period ended 30 September 2015 and (2) the contingent liabilities arising from potential legal proceedings and prospects of Western Copper. There is no open market value for the Sale Shares as the shares of Western Copper are not publicly traded. No valuation on the Sale Shares was carried out in connection with the Proposed Disposal. There will be a loss on disposal of S$90,371 pursuant to the Proposed Disposal.

4.2 Conditions Precedent

Pursuant to the terms of the Agreement, the Proposed Disposal is conditional upon:

(a) all necessary authorizations, consents, approvals, resolutions, licences, exemptions, filings, notarizations, lodgements and regulations, including any board and shareholders' approvals, required to enable each of the parties to lawfully enter into, exercise its rights and comply with its obligations in the Agreement and effect all transactions contemplated under the Agreement;

(b) all other necessary consents, approvals and waivers being granted for all transactions contemplated under the Agreement, not being withdrawn or revoked by third parties (including without limitation, government bodies, any stock exchange, including the Singapore Exchange Securities Trading Limited, and other relevant authorities having jurisdiction over the transactions contemplated under the Agreement), and if such approvals, consents and waivers are obtained subject to any conditions and where such conditions affect any party, such conditions being acceptable to the party concerned, and if such conditions are required to be fulfilled before completion, such conditions being fulfilled before completion; and

(c) each of the warranties and undertakings remaining true and not misleading in any respect at completion.

5. RULE 1006 FIGURES

5.1 Relative Figures

The relative figures of the Proposed Disposal computed on the bases set out in Rule 1006(a) to (d) of the Listing Manual of the SGX-ST based on the Group's unaudited consolidated financial statements for the third quarter of the financial year ended 31 December 2015 ("**3QFY2015**"), being the latest announced unaudited consolidated financial statements of the Group are as follows:

1006(a) The net asset value of the assets to be disposed of, compared with the group's net asset value.	3.17%
1006(b) The net losses attributable to the assets acquired or disposed of, compared with the group's net losses.	1.88%
1006(c) The aggregate value of the consideration given or received, compared with the issuer's market capitalisation based on the total number of issued shares excluding treasury shares.	Negligible
1006(d) The number of equity securities issued by the issuer as consideration for an acquisition, compared with the number of equity securities previously in issue.	Not applicable
1006(e) The aggregate volume or amount of proved and probable reserves to be disposed of, compared with the aggregate of the group's proved and probable reserves. This basis is applicable to a disposal of mineral, oil or gas assets by a mineral, oil and gas company, but not to an acquisition of such assets.	Not applicable

The Board notes that the relative figure under Rule 1006(b) of the Listing Manual does not exceed 5% and was calculated based on two negative figures being the net losses attributable to the assets proposed to be disposed of and the Group's net losses. On this basis, the Company does not require shareholders approval and is making this announcement under Chapter 7 of the Listing Manual pursuant to Rule 704(18)(c) of the Listing Manual as the Proposed Disposal will be a disposal of shares resulting in Western Copper ceasing to be a subsidiary of the Group.

6. OTHER INFORMATION

The Proposed Disposal is not expected to have a material effect on the net tangible assets per share or earnings per share of the Company for the current financial year.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the Proposed Disposal other than through their shareholding interests (if any) in the Company.

7. DOCUMENT FOR INSPECTION

A copy of the Agreement will be made available for inspection during normal business hours at the registered office of the Company for three (3) months from the date of this announcement.

8. CAUTION IN TRADING

Shareholders are advised to exercise caution in trading their Shares in the Company as the Proposed Disposal is subject to conditions precedent and there is no certainty or assurance as at the date of this announcement that all of the Conditions Precedent will be satisfied (or waived, as the case may be) or that the Proposed Disposal will be completed. The Company will make the necessary announcements when there are further developments on the Proposed Disposal. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

9. RESPONSIBILITY STATEMENT

The Directors (including those who may have delegated detailed supervision of the preparation of this announcement) 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.

BY ORDER OF THE BOARD
ADVANCE SCT LIMITED

Simon Eng
CEO
28 December 2015