

S i2i LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 199304568R)
(the “**Company**”)

INCREASE IN ISSUED AND PAID-UP SHARE CAPITAL OF A SUBSIDIARY OF THE COMPANY

The board of directors (the “**Directors**” or the “**Board**”) of S i2i Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that Spice International Sdn Bhd (“**Spice Malaysia**”), a 100%-indirectly owned subsidiary of the Company held through Spice CSL Pte Ltd (“**Spice CSL**”), has on 30 September 2016 increased its issued and paid-up share capital from RM100.00 comprising 100 ordinary shares to RM 62,550,558 comprising 62,550,558 ordinary shares of RM1.00 each by the allotment and issuance of 62,550,458 new ordinary shares at par value of RM1.00 each to the Company, for an aggregate consideration of RM 62,550,458 (the “**Aggregate Consideration**”).”

The Aggregate Consideration was satisfied in full by the capitalisation of existing intercompany loans and payables owed by Spice Malaysia to the Company of RM 62,550,458 (the “**Capitalisation**”). The Capitalisation is expected to reduce the foreign exchange exposure and improve the balance sheet of Spice Malaysia.

The book value and net tangible asset value of Spice Malaysia excluding intercompany balances as at 31 August 2016 are approximately RM 121,000. The Capitalisation is not expected to have any material impact on the consolidated net tangible assets per share and consolidated earnings per share of the Group for the current financial year ending 31 December 2016.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Capitalisation, other than through their respective directorships and/or shareholding interests, if any, in the Company.

BY ORDER OF THE BOARD

Chada Anitha Reddy
Non-Executive Director
S i2i Limited

2 October 2016