

TAI SIN ELECTRIC LIMITED

(Company Registration No. 198000057W)

(Incorporated in the Republic of Singapore)

INCORPORATION OF SUBSIDIARY

The Board of Directors of Tai Sin Electric Limited (“**Tai Sin**”) wishes to announce that the Company’s wholly-owned Singapore subsidiary, CAST Laboratories Pte Ltd has incorporated a wholly-owned subsidiary on 7 September 2020.

The details of the indirect subsidiary are as follows:

Name :	CAST Laboratories (Cambodia) Co., Ltd. (“ CLCC ”)
Place of Incorporation :	Kingdom of Cambodia
Initial Capital Requirement :	US\$2,400,000
Shareholding Interest :	100%
Principal Activities :	Laboratory testing, project inspection and product certification services

CLCC has on 11 January 2021 entered into a Contract with Board of Engineers, Cambodia (“**BEC**”) to set up and operate the Board of Engineers Cambodia Laboratory for a period of 30 years, initially in the capital city of Phnom Penh and further with rights to set up laboratories in other provinces in the Kingdom of Cambodia subject to approval of BEC (“**the Contract**”).

BEC is a sole National Engineering Institution in the Kingdom of Cambodia to gather national engineers by means of registration and upgrade professional qualification to an internationally accepted standard and contribute to national development. One of its mission is to establish, approve and manage standards for all building and construction in the Kingdom of Cambodia. CLCC will facilitate the quality testing and control aspects of this mission of BEC and perform other operational responsibilities set out in the Contract.

The incorporation and initial share capital of CLCC (funded through internal resources of the Tai Sin Group) and the Contract is not expected to have any material impact on the net tangible assets and earnings per share of the Tai Sin Group for the financial year ending 30 June 2021.

The Board of Directors of Tai Sin are of the view that over the longer term and depending on the economic development and growth of the Kingdom of Cambodia, CLCC would become a contributor to the profitability of the Testing and Inspection Segment of the Tai Sin Group.

None of the Directors, controlling shareholders or substantial shareholders of Tai Sin has any interest in CLCC, save for their shareholdings in Tai Sin.

BY ORDER OF THE BOARD

Mr. Tan Shou Chieh
Secretary

Singapore, 14 January 2021