

This announcement has been prepared by the Company and reviewed by the Company's sponsor, CNP Compliance Pte. Ltd. ("Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement including the accuracy or completeness of any of the information disclosed or the correctness of any of the statements or opinions made or reports contained in this announcement. This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made in this announcement.

The contact person for the Sponsor is Mr Thomas Lam at 36 Carpenter Street, Singapore 059915, telephone: (65) 6323 8383; email: tlam@cnplaw.com.

CLAIMS BY TOYOICHEM MARKETING PTE LTD AGAINST NATURAL COOL INVESTMENTS PTE. LTD. - SETTLEMENT AGREEMENT

The Board of Directors (the "Board") of Natural Cool Holdings Limited (the "Company" and together with its subsidiaries, the "Group") refers to its announcements made on 12 October 2009, 27 October 2009, 27 January 2010, 17 February 2010 and 18 May 2012 relating to the grant of an option ("Option", as may from time to time be amended, varied or supplemented) by the Company's wholly-owned subsidiary, Natural Cool Investments Pte. Ltd. ("NCI") to Toyochem Marketing Pte Ltd ("Toyochem") to purchase NCI's property located at 20 Benoi Crescent, Singapore 629983 ("Property").

The Board also refers to the announcement made on 25 February 2014 regarding the court hearing for the claims made against NCI by Toyochem which was scheduled from 17 March 2014 to 28 March 2014.

NCI and Toyochem have mutually entered into a final and amicable settlement agreement on 18 March 2014 wherein inter alia, the Property will be disposed and the proceeds less the original option price and disposal costs will be equally shared among the two parties.

The impact on the financial results for the financial year ending 31 December 2014 will be dependent on the final disposal consideration and the Board will provide updates on this matter as and when there are material developments.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Leaw Wei Siang
Company Secretary

19 March 2014

About Natural Cool Holdings Limited

Established in 1989 and listed on Catalist (formerly known as SESDAQ) in May 2006, Natural Cool provides installation, maintenance, repair and replacement services for air-conditioning systems to the residential segment, both public and private; and commercial sectors, which include factories, offices, condominiums, schools and hospitals, in Singapore. In addition, the Group sells air-conditioning components and tools used for the installation and servicing of air-conditioning business. The Group also manufactures and sells switchgears through mechanical and electrical ("M&E") contractors to public and private property developments. Started in 2003, the Group's switchgear division designs and manufactures switchgear products customised to meet specific requirements of its customers.