



JAPFA LTD
(Company Registration Number: 200819599W)
(Incorporated in Singapore on 8 October 2008)

COMPLETION OF JOINT VENTURE WITH FOOD UNION (ASIA) LIMITED

On 17 August 2015, Japfa Ltd (the “Company”) announced the conditional joint venture between its 61.87% subsidiary, AustAsia Investment Holdings Pte Ltd (“AIH”); and Food Union (Asia) Limited (“FU”), with respect to the proposed construction, ownership and operation of a premium dairy product processing factory in Hekou, Shandong, PRC.

The Company is pleased to announce that completion under the transactional documents establishing the joint venture has taken place today, with AIH and FU collectively subscribing for an initial capital of US\$26.3 million in the capital of the joint venture company, Food Union AustAsia Holdings Pte Ltd (“JVCo”). AIH’s subscription of US\$5 million constitutes a percentage share of 19% in the joint venture.

Following internal review and due diligence, AIH and FU have revised the overall project size to US\$100m instead of the original US\$200 million, and AIH’s stake in the joint venture is now 19% instead of 10%. The key elements of the joint venture arrangements, including the planned production capacity of premium raw milk, remain unchanged in the revised project size.

Following completion, JV Co and its wholly-owned PRC operating subsidiary, Dongying Dairy Manufacturing Co., Ltd have ceased to be indirect subsidiaries of the Company.

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

By Order of the Board
Japfa Ltd

Tan Yong Nang
Executive Director and Chief Executive Officer

Date: 11 December 2015

Credit Suisse (Singapore) Limited and DBS Bank Ltd. were the joint global coordinators, joint issue managers, joint bookrunners and underwriters (“Joint Global Coordinators, Joint Issue Managers, Joint Bookrunners and Underwriters”) for the Offering. The Joint Global Coordinators, Joint Issue Managers, Joint Bookrunners and Underwriters assume no responsibility for the contents of this announcement.