

IPCO INTERNATIONAL LIMITED

(Incorporated in Singapore)
(Company Registration Number: 199202747M)

NON-DISCLOSABLE DISPOSAL OF INVESTMENT IN ASSOCIATE

The Board of Directors (“**Board**”) of Ipco International Limited (the “**Company**”) wishes to announce that, the Company had entered into a sale and purchase agreement (“**Agreement**”) dated 25 February 2015 with Belvedere Inc. (the “**Purchaser**”) to dispose its 30% of the issued and paid up share capital of Sun Spirit Group Limited (“**SSGL**”) to the Purchaser for a purchase consideration (“**Consideration**”) of S\$1.00 (the “**Disposal**”).

The Disposal was completed on 27 February 2015 (“**Completion**”) and SSGL has ceased to be an associate of the Company.

The consideration for the Disposal was a cash consideration of S\$1.00 and was arrived at after arm’s length negotiation and is on a willing buyer and willing seller basis, taking into consideration net liabilities of SSGL unaudited accounts as at 31 January 2015, the net liabilities disposed under the Disposal was approximately S\$5,491,654 and the amount attributable to 30% of the Disposal was approximately S\$1,647,496.

SSGL is an investment holding company incorporated in the British Virgin Islands and has its registered address at P.O. Box 957, Offshore Incorporations Centre, Road Town, Tortola, British Virgin Islands.

The Disposal is part of the Group’s internal restructuring process to streamline the Group’s investment strategy.

Taking into account the cost of investment of S\$20,355 in SSGL which was fully impaired, the net gain on disposal is S\$1.00. This is not expected to have a material impact on the consolidated net tangible asset value and earnings per share of the Group for the current financial year ending 30 April 2015.

The Company has not commissioned any valuation of SSGL.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the Disposal.

By Order of the Board

Carlson Clark Smith
Executive Director and Chief Financial Officer
27 February 2015