TIH LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 199400941K)

THE DIVIDEND PACKAGE – CLARIFICATION ON THE BONUS WARRANTS ISSUE

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the circular dated 7 April 2014 (the "Circular").

The board of Directors (the "Board") of Transpac Industrial Holdings Limited (the "Company") refers to its announcements dated 30 December 2013 and 29 April 2014, and the Circular in relation to, inter alia, the Dividend Package comprising (i) Cash Dividend; and (ii) the Bonus Warrants Issue. The Dividend Package has been approved at the extraordinary general meeting of the Company held on Tuesday, 29 April 2014.

BONUS WARRANTS ISSUE TO BE ON NON-RENOUNCEABLE BASIS

The Board wishes to clarify that the Bonus Warrants will be non-renounceable and will be issued and credited to all the Entitled Shareholders on the basis of three (3) Bonus Warrants for every one (1) Existing Share held by Entitled Shareholders as at the books closure date, fractional entitlements to be disregarded.

Entitled Shareholders do not need to take any action.

Based on the foregoing, there will not be any provisional allotment of Bonus Warrants and accordingly, there will not be any provisional allotment trading period or provision for the Bonus Warrants to be renounceable.

Save as disclosed above, the terms of the Bonus Warrants Issue remain unchanged.

The Board has decided to undertake the Bonus Warrants Issue on a non-renounceable basis in light of, inter alia, logistical considerations pertaining to the trading of provisional allotments in the event of a renounceable issue, as well as the fact that the benefits that Entitled Shareholders can derive from the issue of the Bonus Warrants will not be impacted (save that there will be no provisional allotment of, or trading of provisional allotments to, the Bonus Warrants). Entitled Shareholders who do not intend to exercise the Bonus Warrants can still benefit from the non-renounceable Bonus Warrants Issue without trading their provisional allotments of Bonus Warrants, as they may be able to sell the Bonus Warrants upon the listing and quotation of the Bonus Warrants on the Main Board of the SGX-ST. Furthermore, the Bonus Warrants will be issued free to Entitled Shareholders, and no immediate cash outlay is required from Entitled Shareholders to take up their entitlements to the Bonus Warrants.

EXERCISE PERIODS OF THE BONUS WARRANTS

For the avoidance of doubt and as set out in the Circular and the Company's announcement dated 30 December 2013, each Bonus Warrant will, subject to the terms and conditions set out in the deed poll dated 29 April 2014, entitle its holder to subscribe for one (1) new Share during two (2) distinct exercise periods:

(a) at S$1.28 (the "First Exercise Price") during the six (6) month period commencing on (and including) the date of issue (the "Issue Date"**) of the Warrants (the "First Exercise Period"); or

(b) at S$2.28 (the "Second Exercise Price") during the 12 month period commencing on (and including) the second anniversary of the Issue Date up to the third anniversary of the Issue Date (the "Second Exercise Period").

** An announcement will be made on the Issue Date in due course.

Any Warrant remaining unexercised at the expiry of the Second Exercise Period shall lapse and cease to be valid for any purpose.

For further details on the terms and conditions of the Bonus Warrants (including the First Exercise Period and Second Exercise Period), please refer to the Circular.

By Order Of the Board
Tham Shook Han
Company Secretary

15 May 2014