

NIPPECRAFT LIMITED

(Company Registration No.: 197702861N)

(Incorporated in the Republic of Singapore)

STRIKING OFF AND DISSOLUTION OF DORMANT SUBSIDIARIES

1. INTRODUCTION

The Board of Directors (the **Board** or **Directors**) of Nippecraft Limited (the **Company**, and together with its subsidiaries, the **Group**) wishes to announce that:

- (a) Debden Malaysia Sdn Bhd, a dormant wholly-owned subsidiary of the Company incorporated in Malaysia, has been struck off; and
- (b) Phoenix Stationery Product, Inc., a dormant wholly-owned subsidiary of the Company incorporated in the United States, has been dissolved,

(the **Striking Off and Dissolution**).

2. FINANCIAL EFFECTS

2.1 **Illustrative Nature of Financial Effects.** For illustrative purposes only, the financial effects of the Striking Off and Dissolution on the net tangible assets (**NTA**) per share of the Company (**Share**) and earnings per Share (**EPS**) of the Company, prepared based on the audited consolidated financial statements of the Group for the year ended 31 December 2015, are set out below.

2.2 **NTA.** Assuming the Striking Off and Dissolution had been effected on 31 December 2015 (being the end of the most recently completed financial year of the Group), the effects of the Striking Off and Dissolution on the NTA per Share as at 31 December 2015 would be as follows:

	Before the Striking Off and Dissolution	After the Striking Off and Dissolution
NTA (S\$'000)	49,564	49,561
NTA per Share ⁽¹⁾ (Singapore dollars)	0.141	0.141

Note:

(1) Based on **351,398,000** Shares as at 31 December 2015.

2.3 **EPS.** Assuming the Striking Off and Dissolution had been effected on 1 January 2015 (being the beginning of the most recently completed financial year of the Group), the effects of the Striking Off and Dissolution on the EPS for the financial year ended 31 December 2015 would be as follows:

	Before the Striking Off and Dissolution	After the Striking Off and Dissolution
Profit attributable to shareholders (S\$'000)	844	689
Weighted average no. of Shares – Basic and Diluted ('000)	351,398	351,398
EPS (Singapore cents) – Basic and Diluted	0.240	0.196

3. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors and controlling shareholders of the Company have any interest or are deemed interested in the Striking Off and Dissolution.

BY ORDER OF THE BOARD

Connie Oi Yan Chan
Chief Executive Officer and Executive Director
11 August 2016