LAFE CORPORATION LIMITED
Company Registration Number 26304
Incorporated in Bermuda

NOTICE OF 3 CONSECUTIVE YEARS' LOSSES

The Board of Directors (the "**Board**" or the "**Directors**") of Lafe Corporation Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that in compliance with Listing Rule 1312 and Practice Note 13.2 it hereby gives notice that:

(i) It has recorded pre-tax losses for the three (3) most recently completed consecutive financial years (based on audited full year consolidated accounts); and
(ii) Its latest 6 month average daily capitalisation as at 5 April 2016 is S$22.52 million.

The Company wishes to draw investors' attention to Rule 1311(1) of the Listing Manual which states that the Exchange will place an issuer on a watch-list if it records pre-tax losses for the three (3) most recently completed consecutive financial years (based on audited full year consolidated accounts); and an average daily market capitalization of less than S$40 million over the last 6 months.

Investors should also note that pursuant to Practice Note 13.2 Paragraph 2.1, the Exchange conducts quarterly reviews to identify issuers to be included on the watch-list. The quarterly review will take place on the first market day of March, June, September and December of each year. The Company will make an immediate announcement should it be notified by the Exchange that it will be placed on the watch-list.

BY ORDER OF THE BOARD

Paul Francis Gregory Binney
Company Secretary
6 April 2016