JAPFA LTD
(Company Registration Number: 200819599W)
(Incorporated in Singapore)

DISCLOSURE PURSUANT TO RULE 704(31) AND RULE 728 OF THE LISTING MANUAL

Japfa Ltd (the "Company") wishes to announce the signing of following facility agreements by its Indonesian Subsidiaries:

(1) PT Japfa Comfeed Indonesia Tbk, PT Suri Tani Pemuka, and PT Santosa Utama Lestari (collectively, as Borrowers) have upsized their existing short term loan with PT Bank Central Asia Tbk from IDR 250 billion (approximately US$ 17.7 million) to IDR 600 billion (approximately US$ 42.5 million) for working capital purposes; and

(2) PT Japfa Comfeed Indonesia Tbk has entered into a short term loan with PT Bank Mandiri (Persero) Tbk amounting to IDR 750 billion (approximately US$ 53.2 million) for working capital purposes.

The abovementioned facilities contain covenants restricting change of control of the Company tied to the Handojo Santosa Family and its affiliates ("Santosa Family") as listed below:

(a) the Santosa Family (directly or indirectly) beneficially and collectively own at least 30% (thirty per cent.) of the issued capital of Japfa Ltd and remain the single largest shareholder of Japfa Ltd throughout the term of the Facility Agreement;

(b) Japfa Ltd beneficially owns shares representing more than 50% (fifty per cent.) of the issued and paid-up capital of PT Japfa Comfeed Indonesia Tbk throughout the term of the Facility Agreement; and

(c) The majority of the board of directors and the board of commissioners of PT Japfa Comfeed Indonesia Tbk shall comprise nominees appointed by Japfa Ltd that are not objected to by the Santosa Family.

The above restrictive covenants tied to the Santosa Family are a historical requirement of the Group's Indonesian bankers.

With the abovementioned facilities, the total aggregate amount of bank facilities that may be affected by a breach of the Santosa Family covenants is about USD1.3 billion.

In compliance with Rule 728 of the Listing Manual of the SGX-ST, the Company had on 29 July 2014 obtained an undertaking from its controlling shareholders Mr. Handojo Santosa and Ms. Rachel Anastasia Kolonas to notify the Company as soon as he or she becomes aware, of any share pledging arrangements by the Scuderia Trust and the Capital Two Trust (directly and/or indirectly) respectively and of any event which may result in a breach of the

provisions under the then existing or any future banking facilities, where the shareholdings of the Controlling Shareholders are referenced.

Save as disclosed above, none of the Directors or Controlling Shareholders of the Company has an interest, directly or indirectly, in the above transaction, save through their shareholdings (if any) in the Company.

By Order of the Board
Japfa Ltd

Tan Yong Nang
Executive Director and Chief Executive Officer

Date: 17 September 2019