



PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE WITH AN IRREVOCABLE UNDERTAKING PROVIDED BY A SUBSTANTIAL SHAREHOLDER TO SUBSCRIBE FOR ITS RIGHTS ENTITLEMENTS AND ALL OF THE RIGHTS SHARES UNSUBSCRIBED AT THE CLOSE OF THE RIGHTS ISSUE

1 INTRODUCTION

The Board of Directors ("**Board**" or "**Directors**") of IFS Capital Limited (the "**Company**") refers to the announcement released by the Company on 6 May 2016, 29 July 2016, 9 September 2016, 21 September 2016 and 12 October 2016, the circular to shareholders of the Company ("**Shareholders**") dated 25 August 2016, and the offer information statement dated 21 September 2016 issued by the Company (the "**Offer Information Statement**"), in relation to the Rights Issue. Unless otherwise defined, all terms and references used herein shall bear the same meanings ascribed to them in the Offer Information Statement. The Rights Issue was approved by Shareholders at the EGM held on 9 September 2016.

2 ISSUE AND LISTING OF RIGHTS SHARES

The Board wishes to announce that the Company has issued 225,581,799 Rights Shares on 14 October 2016. The Rights Shares will be listed and quoted on the Mainboard of the SGX-ST on 17 October 2016, and trading of the Rights Shares will commence with effect from 9.00 a.m. on the same date.

The Rights Shares will rank *pari passu* in all respects with the Shares then in issue, save for any dividends, rights, allotments or other distributions, the Record Date for which falls before the date of issue of the Rights Shares.

Following the issue and allotment of 225,581,799 Rights Shares, the issued share capital of the Company has increased from 150,387,866 Shares to 375,969,665 Shares.

3 TRADING OF ODD LOTS

For the purposes of trading on the Mainboard of the SGX-ST, each board lot of Shares will comprise 100 Shares. Shareholders who hold odd lots of Shares (that is, lots other than board lots of 100 Shares) and who wish to trade in odd lots on the SGX-ST are able to trade odd lots of Shares in board lots of one (1) Share on the Unit Share Market.

By Order of the Board

Chionh Yi Chian
Company Secretary
14 October 2016
Singapore