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 that the following Chinese Dairy subsidiaries:

- Dongying Austasia Modern Dairy Farm Co., Ltd.,
- Taian Austasia Modern Dairy Farm Co., Ltd.,
- Dongying Xianhe Austasia Modern Dairy Farm Co., Ltd.,
- Dongying Shenzhou Austasia Modern Dairy Farm Co., Ltd. and
- Chifeng Austasia Modern Dairy Farm Co., Ltd.

(collectively the "Borrowers"),

have today, entered into a facility agreement (the "Facility Agreement") of up to US$220 million with:

(1) Rabobank Nederland Beijing Branch,
(2) DBS Bank (China) Limited, Shanghai Branch, and
(3) PT Bank Mandiri (Persero) Tbk Shanghai Branch
(collectively the "Original Lenders" and "Arrangers"),
(4) Rabobank Nederland Shanghai Branch as the Facility Agent; and
(5) DBS Bank (China) Limited, Shanghai Branch as Security Agent and Coordinating Bank.

The facility is guaranteed by AustAsia Investment Holdings Pte Ltd and AIH2 Pte Ltd.

The Facility Agreement contains a prohibition against change of control over the Company tied to the Handojo Santosa Family and its affiliates.

The restriction in control provision stated in the agreement is as follows:

> "*The Santosa Group shall hold and control more than 50 per cent. of the share capital of Japfa.*"

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.

Saved as disclose 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: 14 September 2016