

SAN TEH LTD

(Company Registration No. 197901039W)

DISPOSAL OF AN ASSOCIATE

The Board of Directors of San Teh Ltd (the “Company” and together with its subsidiaries, the “Group”) wishes to announce that its wholly-owned subsidiary, Yunnan San Teh Industrial Co., Ltd, has disposed its 45% shareholding interest in the capital of Dali San Teh Construction & Installation Engineering Co., Ltd (“DLST”) for a cash consideration of RMB5.17 million (approximately S\$1.11 million) to a third party buyer (the “Disposal”). The consideration was arrived at on a willing-buyer, willing-seller basis, taking into consideration the net asset value of DLST.

Following the completion of the Disposal, DLST has ceased to be an associated company of the Group.

As each of the relative figures computed on the applicable bases as set out in Rule 1006 of the SGX-ST Listing Manual is less than 5%, the Disposal is a “Non-disclosure Transaction” for the purposes of Chapter 10 of the SGX-ST Listing Manual.

The Disposal is not expected to have a material impact on the consolidated net tangible asset or earnings per share for the financial year ending 31 December 2016.

None of the directors or substantial shareholders of the Company has any interest in the Disposal.

By Order of the Board

Lim Wee Tziang
Company Secretary

27 June 2016