IFS Capital Limited

(Incorporated in the Republic of Singapore)
Company Registration No. 198700827C

Loan Facility of SGD50 million from Phillip Credit Pte Ltd to IFS Capital Limited

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The Board of Directors of IFS Capital Limited ("**IFS**") wishes to announce that IFS has accepted a loan facility of SGD50 million (the "**Loan**") from Phillip Credit Pte Ltd ("**PCPL**") by way of a Letter of Agreement between IFS and PCPL.

The availability of the Loan is subject to yearly review and IFS intends to use the Loan for its general working capital requirements. Interests on the Loan is payable monthly.

Pursuant to Chapter 9 of the SGX-ST Listing Manual, the receipt of the Loan from PCPL constitutes an "interested person transaction" as PCPL comes within the definition of an "interested person", being an associate of IFS' deemed substantial shareholder/director, Mr Lim Hua Min. However, the interest payable for the Loan is less than 3% of the IFS Group's latest audited net tangible assets as at 31 December 2014.

The Loan is negotiated on an arm's length basis and on normal commercial terms. The Audit Committee of IFS has reviewed the terms of the Loan and is of the view that the Loan is not prejudicial to the interests of IFS and its minority shareholders.

Save as disclosed above, none of the directors of IFS and/or substantial shareholders of IFS has any interest, direct or indirect (other than through their respective shareholdings in IFS), in the Loan.

By Order of the Board

Chionh Yi Chian
Company Secretary
23 December 2015
Singapore