INNOPAC HOLDINGS LIMITED

(Company Registration No. 197301788K)
(Incorporated in the Republic of Singapore)

TERMINATION OF JOINT VENTURE AGREEMENT

Innopac Holdings Limited (the "**Company**") refers to its announcement dated 27 February 2015 regarding a CJV Agreement between its subsidiary company, Extera Pte Ltd ("**Extera**"), Aceford Limited ("**Aceford**") and Mr. Liang Gaocheng ("**Mr. Liang**") to establish a Chinese Joint Venture Company ("**CJV**") in Shandong Province, the People's Republic of China, to distribute clean gasoline and diesel produced by Shandong Gaocheng Petroleum Technology Co., Ltd.

The Company wishes to announce that Extera, Aceford, and Mr. Liang have today entered into an agreement to terminate the CJV Agreement. The parties have agreed and confirmed that there will be no claim, demand, debt, liability, obligation and suit of whatsoever nature against each other.

Since the signing of the CJV Agreement, the necessary licenses and permits for the contemplated activities of the CJV have not been procured by Mr Liang. The CJV has not been established and the contemplated activities have not commenced.

By Order of the Board
INNOPAC HOLDINGS LIMITED

Wong Chin Yong
CEO & Managing Director

14 March 2016