JAPFA LTD
(Company Registration Number: 200819599W)
(Incorporated in Singapore on 8 October 2008)

UPDATE ON THE USE OF IPO PROCEEDS:

The Company will utilize US$5,542,700 of the IPO Proceeds to fund a capital call by its subsidiary, AIH2 Pte Ltd ("AIH2"). AIH2 is the holding company of the Group's second five farm hub in Inner Mongolia. On 14 March 2016, US$3,000,000 has been injected into AIH2. A further US$2,542,700 will be injected into AIH2 before 31 March 2016. The Company's shareholding in AIH2 remains unchanged at 64.45% following the capital call. Black River Food Fund 2 LP will concurrently inject US$3,057,300 being their 35.55% proportion of the total capital call of US$8,600,000.

The balance remaining of unused IPO proceeds is shown below:

Use of IPO Proceeds	Amount Allocated US$'000	Amount Utilised US$'000	Balance US$'000
Investment in our China dairy business and the construction of a second five farm hub in Inner Mongolia	53,016	53,016	-
Investment in our animal protein business in our target markets	14,000	14,000	-
Repayment or prepayment of borrowings, including the prepayment charges, of our Group	70,000	70,000	-
Investment, reduction of liabilities, working capital and general corporate purposes beneficial to the Group	36,984	35,043	1,941
Total	174,000	172,059	1,941

By Order of the Board
Japfa Ltd

Tan Yong Nang
Executive Director and Chief Executive Officer

Date: 14 March 2016

Credit Suisse (Singapore) Limited and DBS Bank Ltd. were the joint global coordinators, joint issue managers, joint bookrunners and underwriters ("Joint Global Coordinators, Joint Issue Managers, Joint Bookrunners and Underwriters") for the Offering. The Joint Global Coordinators, Joint Issue Managers, Joint Bookrunners and Underwriters assume no responsibility for the contents of this announcement.