

QAF LIMITED

Company Registration No. 195800035D
(Incorporated in the Republic of Singapore)
(the "**Company**")

INCREASE IN SHAREHOLDING INTEREST IN SUBSIDIARY

The Company wishes to announce that it has increased its shareholding interest in its subsidiary, QAF Fruits Cold Store Pte Ltd ("**QAFF**"), from 62% to 74% pursuant to the acquisition from a minority shareholder of QAFF. QAFF is in the business of providing cold storage and warehousing facilities.

The cash purchase consideration of S\$1.68 million paid to the seller was arrived at on a willing buyer willing seller basis and was funded from the QAF Group's internal resources. As at 31 December 2018, the audited book value or net tangible asset value of the shares acquired was approximately S\$753,312. The acquisition is not expected to have any material impact on the net tangible assets per share and earnings per share of the QAF Group for the current financial year ending 31 December 2019.

By Order of the Board

Serene Yeo
Company Secretary

12 July 2019