

INNOPAC HOLDINGS LIMITED

(Company Registration Number 197301788K)

(Incorporated in the Republic of Singapore)

THE COMPANY ENTERING INTO A DEED OF NOVATION WITH PRIMEFORTH RENEWABLE ENERGY PTE LTD AND MALAYSIAN MICROALGAE ENTERPRISE SDN BHD

The Board of Directors of Innopac Holdings Limited (the “Company”) wishes to announce that the Company has today entered into a Deed of Novation (the “Deed”) with Primeforth Renewable Energy Pte Ltd (“PREPL”) and Malaysian Microalgae Enterprise Sdn Bhd (“MME”). PREPL is a subsidiary of Primeforth Renewable Energy Limited (“Primeforth”), the Company’s joint venture partner in the microalgae cultivation project. MME is the joint venture company established under a joint venture agreement with Primeforth to use the proprietary, patented knowhow and technologies of Primeforth for the cultivation of microalgae and recovery of microalgae oil.

The Company had entered into an Engineering, Procurement, and Construction Contract (the “EPC Contract”) with PREPL for the design, engineering, procurement, construction, commissioning, testing and delivery of microalgae cultivation and microalgae oil recovery facility in Malaysia.

The Company had today entered into the Deed to novate the EPC Contract to MME. Under the Deed, MME shall be bound by, and must fulfil, comply with and observe all the provisions of the EPC Contract and enjoys all the rights and benefits of the Company under the EPC Contract, and that PREPL shall release and discharge the Company from all claims, actions, proceedings, obligations and liabilities which PREPL may have against the Company prior to the date of the Deed.

**By Order of the Board
Innopac Holdings Limited**

Wong Chin Yong
Managing Director

9 December 2016