

AP OIL INTERNATIONAL LIMITED

Registration No. 197502257M

(Incorporated in Singapore)

DIVESTMENT OF SYSTEMATIC LAUNDRY & UNIFORM SERVICES PTE. LTD.

The Board of Directors of AP Oil International Limited ("the Company") wishes to announce that its wholly-owned subsidiary, GB Chemicals Pte. Ltd., has entered into a sale and purchase agreement dated 11 December 2014 ("the Agreement") to sell 750,000 ordinary shares, representing 38.21% of the issued and paid-up capital of Systematic Laundry & Uniform Services Pte. Ltd. ("Systematic Laundry") to Systematic Holdings Pte Ltd (the "Purchaser") for a cash consideration of S\$1,994,332/- (the "Consideration") and subsequent tranche consideration of S\$302,598 subject to the terms and conditions of the Agreement.

Systematic Laundry is incorporated in Singapore and is an associated company of the Company. Systematic Laundry is currently engaged in the business of laundry and dry cleaning services.

The Consideration was determined at arm's length on a willing-buyer willing-seller basis, calculated based on the combination of goodwill and net asset value (the "NAV") of Systematic Laundry's unaudited management accounts as at 30 June 2014, its NAV is S\$4,058,119.

The proposed Divestment does not constitute a "discloseable transaction" within the meaning of Chapter 10 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

Save for their respective shareholdings in the Company, none of the Directors, Controlling Shareholders or their Associates has any interest, direct or indirect, in the Proposed Divestment.

BY ORDER OF THE BOARD

HO CHEE HON

Group Deputy Chief Executive Officer

Date: 11 December 2014