

LAFE CORPORATION LIMITED

(Company Registration Number: 26304)

(Incorporated in Bermuda)

PROPOSED SHARE CONSOLIDATION OF EVERY FIFTY (50) ORDINARY SHARES WITH A PAR VALUE US\$0.04 EACH IN THE AUTHORISED AND ISSUED SHARE CAPITAL OF THE COMPANY INTO ONE (1) ORDINARY SHARE WITH A PAR VALUE OF US\$2.00, FRACTIONAL ENTITLEMENTS TO BE DISREGARDED (THE "PROPOSED SHARE CONSOLIDATION")

Unless otherwise defined all capitalised terms and references used herein shall bear the same meaning ascribed to them in the Company's announcements dated 11 March 2015, 31 March 2015, 8 April 2015 and 27 April 2015 in respect of the above matter.

1. INTRODUCTION

The Board of Directors ("**Board**") of the Company refers to the Company's announcements above and the Circular to Shareholders dated 9 April 2015 (the "**Circular**") in respect of the Proposed Share Consolidation, which was approved by Shareholders at the Special General Meeting held on 27 April 2015.

2. NOTICE OF BOOKS CLOSURE DATE

NOTICE IS HEREBY GIVEN that, the Register of Members and share transfer books of the Company will be closed at 5.00 p.m. on 22 May 2015 (the "**Books Closure Date**") in order to determine the entitlements of the Shareholders pursuant to the Proposed Share Consolidation.

On the Books Closure Date, every fifty (50) Pre-Consolidation Issued Shares registered in the name of each Shareholder will be consolidated into one (1) Post-Consolidation Issued Share, fractional entitlements to be disregarded.

The Proposed Share Consolidation shall be effective from 9.00 a.m. on the Market Day immediately following the Books Closure Date, being 25 May 2015, whereupon the Register of Members of the Company and the Depository Register will be updated to reflect the number of Post-Consolidation Issued Shares held by each Shareholder respectively based on the number of the Pre-Consolidation Issued Shares held by them as at the Books Closure Date (the "**Effective Date of Share Consolidation**").

Shareholders should note that the number of Post-Consolidation Issued Shares which Shareholders will be entitled to, based on their shareholdings as at the Books Closure Date, will be rounded down to the nearest whole Post-Consolidation Issued Share and any fractions thereof arising from the Proposed Share Consolidation will be disregarded.

As the proceeds of the sale of fractions of Post-Consolidation Issued Shares arising from the Proposed Share Consolidation are likely to be less than the administrative costs and expenses involved in despatching such proceeds to Shareholders, fractions of Post-Consolidation Issued Shares arising from the Proposed Share Consolidation will be dealt with in any one or more of the following ways, in the manner and on the terms to be determined by the Directors:

(a) aggregated and sold and the net proceeds arising therefrom shall be retained for the benefit of the Company; and

(b) purchased by the Company, and cancelled or held as treasury shares;

or otherwise dealt with in such manner and on such terms as the Directors may, in their absolute discretion, deem fit in the interest of the Company.

Shareholders should note that where fractions of shares are dealt with by the Company in the manner set out above, they will not be entitled to any proceeds derived from such dealings or any interest or share of revenue or other benefit arising therefrom.

Each Post-Consolidation Issued Share will rank *pari passu* with each other and will be traded in board lots of 100 Post-Consolidation Issued Shares.

3. SHARE CERTIFICATES

Shareholders should refer to Sections 2.4, 2.5 and 2.6 of the Circular for the administrative procedures relating to the share certificates for the Pre-Consolidation Issued Shares and Post-Consolidation Issued Shares.

4. TRADING ARRANGEMENTS

4.1 Trading arrangements for Post-Consolidation Shares

With effect from 9.00 a.m. on 20 May 2015 (the "**Effective Trading Date**"), trading in the Post-Consolidation Issued Shares will be in board lots of 100 Post-Consolidation Issued Shares. Accordingly, every 50 Pre-Consolidation Issued Shares as at 5.00 p.m. on the Market Day immediately preceding the Effective Trading Date will represent one (1) Post-Consolidation Issued Share with effect from 9.00 a.m. on the Effective Trading Date. Trading in the Pre-Consolidation Issued Shares will cease after 5.00 p.m. on the Market Day immediately preceding the Effective Trading Date.

4.2 Trading arrangements for odd lots

The Pre-Consolidation Issued Shares are currently traded in board lots of 100 Shares in the ready market. Following the Proposed Share Consolidation, the securities accounts maintained with CDP of Depositors may be credited with odd lots of Post-Consolidation Issued Shares (that is, lots other than board lots of 100 Post-Consolidation Issued Shares). Depositors who receive odd lots of Post-Consolidation Issued Shares pursuant to the

Proposed Share Consolidation and who wish to trade in odd lots on the SGX-ST should note that the unit share market allows trading in odd lots with a minimum size of one (1) Post-Consolidation Issued Share on the SGX-ST. The Unit Share Market of the SGX-ST will enable trading in odd lots in any quantity less than one (1) board lot of the underlying Post-Consolidation Issued Shares in the ready market.

The Company has obtained approval from the SGX-ST to set up a temporary counter in the ready market to allow Depositors to trade in board lots of 1 Post-Consolidation Issued Share. This temporary counter will be maintained for a period of two (2) calendar months commencing from the Effective Trading Date. Thereafter, Depositors can trade in odd lots of Post-Consolidation Issued Shares on the SGX-ST Unit Share Market.

The set-up of the temporary odd lot counter is strictly of a provisional nature. Depositors who continue to hold odd lots of less than 100 Post-Consolidation Issued Shares after the expiry of two (2) calendar months commencing from the Effective Trading Date may find difficulty and/or have to bear disproportionate transaction costs in realising the fair market price of such Post-Consolidation Issued Shares.

5. INDICATIVE TIMETABLE

The table below sets out the indicative timetable for the Proposed Share Consolidation.

Time and Date	Event
8 May 2015	Announcement of Notice of Books Closure Date
5.00 p.m. on 19 May 2015	Cessation of trading for the Pre-Consolidation Issued Shares
9.00 a.m. on 20 May 2015	Effective Trading Date (commencement of trading of the Post-Consolidation Issued Shares)
5.00 p.m. on 22 May 2015	Books Closure Date
9.00 a.m. on 25 May 2015	Effective Date of Share Consolidation

6. CONTACT INFORMATION

The address of the Singapore Share Transfer Agent of the Company, M & C Services Private Limited, is 112 Robinson Road, #05-01, Singapore 068902.

By Order of the Board

Paul Francis Gregory Binney
 Company Secretary
 8 May 2015