JAPFA LTD
(Company Registration Number: 200819599W)
(Incorporated in Singapore)

*Capitalised terms used but not defined herein shall bear the same meanings ascribed to them in Japfa Ltd.'s prospectus dated 7 August 2014 lodged with and registered by the Monetary Authority of Singapore ("**Prospectus**"), unless the context otherwise requires.*

ENTRY INTO SHAREHOLDERS AGREEMENT RELATING TO AIH2 PTE LTD
CAPITAL CALL FOR AIH2 PTE. LTD.
UTILISATION OF PROCEEDS FROM THE OFFERING

Japfa Ltd (the "**Company**") wishes to announce that on 1 December 2014, the Company, Black River Food Fund 2 LP ("**BR Fund2**") and AIH2 Pte Ltd ("**AIH2**"), entered into a Shareholders Agreement relating to AIH2.

As disclosed in the Company's prospectus dated 7 August 2014, AIH2 was incorporated on 3 July 2014 for the purpose of owning and operating the Group's second 5-farm (dairy) hub in Chifeng, PRC and is intended to be held as to 64.45% by the Company and 35.55% by BR Fund2.

On the same day (1 December 2014), the Company contributed US$12million (S$15.59million) for 36,258,790 shares issued partially paid-up, out of IPO proceeds. The remaining US$24,258,790 (approximately S$31.52million) will be contributed in accordance with the cashflow requirements of AIH2.

The 36,258,790 shares amount to 64.45% of the total issued share capital of the AIH2, the remaining 20,000,000 shares (35.55%) being held by BR Fund2 issued fully-paid. Given that at the time AIH2 was incorporated it had a nominal share capital of US$1 held by the Company, the aforesaid capital injections by BR Fund 2 and the Company, result in a dilution of the Company's shareholding in AIH2 from 100% to the agreed 64.45%.

The AIH2 Shareholders Agreement, the capital call and the use of proceeds are as disclosed in the Company's prospectus.

By Order of the Board
Japfa Ltd

Tan Yong Nang
Executive Director and Chief Executive Officer

1 December 2014

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.