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STATS ChipPAC LTD.
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199407932D)

PERFORMANCE UPDATE FOR STATS CHIPPAC GROUP

Introduction

On 26 June 2015:

- (i) JCET-SC (Singapore) Pte. Ltd. announced a voluntary conditional general cash offer ("**Offer**") for all the shares in STATS ChipPAC Ltd. ("**Company**"); and
- (ii) the Company announced its proposed offering of US\$200,000,000 4 per cent. Perpetual Securities by way of a non-renounceable rights issue (the "**Perpetual Securities Offering**").

The Company wishes to issue this performance update (the "**Performance Update**") of the Company and its subsidiaries (collectively, the "**Group**") in connection with the Offer and the Perpetual Securities Offering.

*Unless otherwise stated, all comparisons in this announcement are made between the second quarter of 2015 ("**2Q2015**") and the first quarter of 2015 ("**1Q2015**").*

Performance Update

The Company expects the unaudited consolidated net revenues of the Group for 2Q2015 to be approximately 6% to 8% lower compared to the 1Q2015 and approximately 15% to 17% lower compared to the second quarter of 2014. This decline in net revenues reflects the generally sluggish demand in semiconductor industry, particularly from smartphones sales in emerging market, product transition in the high-end smartphones segment, and weaker demand from the personal computer segment.

This Performance Update is subject to a number of risks and uncertainties that could cause actual events and/or results to differ materially from those disclosed in this Performance Update. Net revenues for 2Q2015 have been prepared based on the actual net revenues for the two months ended 31 May 2015, and based on the estimated net revenues for the month ended 28 June 2015. Net revenues for the two months ended 31 May 2015 are based on the unaudited condensed consolidated income statement of the Group for the same period, of which the income statement has not been reviewed or audited by the auditors of the Company.

Singapore Code on Take-overs and Mergers

This Performance Update has been reported on in accordance with the Singapore Code on Take-overs and Mergers. The independent assurance report on the Performance Update dated 8 July 2015

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(the “**Independent Assurance Report**”) issued by Pricewaterhouse Coopers LLP (the auditors of the Company) (“**PWC**”) and the review letter dated 8 July 2015 on the Performance Update (the “**Review Letter**”) issued by Maybank Kim Eng Securities Pte. Ltd. (the independent financial adviser appointed by the Company in relation to the Offer) (the “**IFA**”), are attached to this announcement.

PWC has given and has not withdrawn its consent to the reproduction of its Independent Assurance Report in this announcement.

The IFA has given and has not withdrawn its consent to the reproduction of its Review Letter in this announcement.

Responsibility Statement

The Directors (including any who may have delegated detailed supervision of this announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this announcement are fair and accurate and that no material facts have been omitted from this announcement which might cause this announcement to be misleading in any material respect, and they jointly and severally accept responsibility accordingly.

Where any information has been extracted or reproduced from published or otherwise publicly available sources, the sole responsibility of the Directors has been to ensure, through reasonable enquiries, that such information has been accurately extracted from such sources or, as the case may be, reflected or reproduced in this announcement.

BY ORDER OF THE BOARD

Elaine Sin
Senior Director, Corporate Legal and Company Secretary

Singapore, 8 July 2015



STATS ChipPAC Ltd
10 Ang Mo Kio Street 65
#04-08/09 Techpoint Building
Singapore 569059

Attention: The Board of Directors

8 July 2015

Our ref : ASR/02505464-A910/DO/YTWT(14)
(When Replying Please Quote Our Reference)

Independent assurance report on the Performance Update Statement of STATS ChipPAC Ltd (the “Company”) and its Subsidiaries (the “Group”) for the second quarter of 2015

Dear Sirs,

In accordance with our engagement contract dated 1 July 2015, we have performed a reasonable assurance engagement as required by Rule 25 of the Singapore Code on Take-overs and Mergers (the “Code”) issued by the Monetary Authority of Singapore, on the Performance Update Statement issued by the Directors of the Company (the “Performance Update”) on the Singapore Exchange Securities Trading Limited on 8 July 2015. The Performance Update is prepared in connection with the voluntary conditional general offer by JCET-SC (Singapore) Pte. Ltd. of the Company (“the “Takeover Offer”) and the offering by the Company to its shareholders of USD200 million perpetual securities (the “Perpetual Securities Offering”), each announced on 26 June 2015.

Management’s responsibility

The Company’s management is responsible for the preparation and presentation of the Performance Update in accordance with the basis as set out in the Performance Update and in accordance with the accounting policies of the Group. This includes ensuring the appropriateness of the basis, assumptions and accounting policies utilised in the preparation and presentation of the Performance Update.

Our responsibility

Our responsibility is to express a conclusion as to whether the preparation of the Performance Update is in accordance with the basis as set out in the Performance Update and in accordance with the accounting policies of the Group. We performed our work in accordance with Singapore Standard on Assurance Engagements 3000 – Assurance Engagements other than Audits or Reviews of Historical Financial Information (“Standard”). This Standard requires that we comply with ethical requirements and plan and perform our work to form the conclusion. A reasonable assurance engagement involves performing procedures to obtain sufficient appropriate evidence whether the Performance Update has been properly prepared and presented based on the basis as set out in the Performance Update and in accordance with the accounting policies of the Group. Our work includes making inquiries, primarily of persons responsible for financial and accounting matters. Our work also includes tracing the amounts on the schedule prepared by the officers of the Company to the underlying accounting records.

*PricewaterhouseCoopers LLP, 8 Cross Street #17-00, PWC Building, Singapore 048424
T: (65) 6236 3388, F: (65) 6236 3300, www.pwc.com/sg GST No.: M90362193L Reg. No.: T09LL0001D*



Our ref : ASR/02505464-A910/DO/YTWT(14)
8 July 2015

We have not performed any procedures regarding the basis and assumptions and accordingly do not report on the reasonableness of the basis and assumptions or on the possibility of achievement of the Performance Update.

Actual results are likely to be different from the Performance Update since anticipated events frequently do not occur as expected and the variation may be material. The actual results may therefore differ materially from the Performance Update.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis of our conclusion.

Conclusion

Based on our work described in this report, the preparation of the Performance Update is, in all material aspects, in accordance with the basis as set out in the Performance Update and in accordance with the accounting policies of the Group.

Restriction on Distribution and Use

Our work in connection with the Performance Update has been undertaken solely for the purpose of reporting to the Directors of the Company for the purpose of meeting regulatory requirements applicable under the Code, and is not intended to be used or relied on for any other purpose. We do not accept any responsibility to any other person (other than to the Board of Directors as a body corporate) in respect of, arising from or in connection with this letter.

A handwritten signature in blue ink, which appears to read 'PricewaterhouseCoopers LLP'.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants
Singapore

Partner-in-charge: Deborah Ong



8 July 2015

To: The Board of Directors of
STATS ChipPAC Ltd.
10 Ang Mo Kio Street 65
#04-08/09 Techpoint
Singapore 569059

Maybank Kim Eng Securities Pte. Ltd.
Co. Reg. No.: 1972021256N
50 North Canal Road
Singapore 059304
Telephone +65 6231 5000
www.maybank-ke.com.sg

Dear Sirs,

On 26 June 2015, Deutsche Bank AG, Singapore branch ("**Deutsche Bank**"), China International Capital Corporation (Singapore) Pte. Limited ("**CICC**") and DBS Bank Ltd. ("**DBS**", and together with Deutsche Bank and CICC, the "**Offeror's Financial Advisers**") announced (the "**Offer Announcement**"), for and on behalf of JCET-SC (Singapore) Pte. Ltd. (the "**Offeror**"), that all of the pre-conditions set out in Schedule 1 to the pre-conditional offer announcement dated 30 December 2014 have been satisfied and accordingly, the Offeror's Financial Advisers announced the Offeror's firm intention to make the offer for all the issued and paid-up ordinary shares (excluding issued and paid-up ordinary shares held by STATS ChipPAC Ltd. (the "**Company**") as treasury shares but including shares issued and paid-up upon the valid exercise or vesting of any outstanding options granted under the STATS ChipPAC Ltd. Share Option Plan or under the STATS ChipPAC Ltd. Performance Share Plan 2013) in the capital of the Company.

On 8 July 2015, the Company announced a performance update of the Company for the three months ended 28 June 2015. The announcement contained the following statement on the performance of the Company and its subsidiaries ("**Performance Update**"):

The Company expects the unaudited consolidated net revenues of the Group for 2Q2015 to be approximately 6% to 8% lower compared to the 1Q2015 and approximately 15% to 17% lower compared to the second quarter of 2014.

We have reviewed the Performance Update and held discussions with the management of the Company on the Performance Update. We have also considered and relied on the letter dated 8 July 2015 from PricewaterhouseCoopers LLP relating to their examination of the Performance Update and the accounting policies, bases and assumptions upon which the Performance Update was prepared.

In rendering our opinion, we have relied on the accuracy and completeness of all information provided to, or discussed with us and we have not verified the accuracy and completeness of such information for the purposes of rendering our opinion in this letter. Save as provided in the letter, we do not express any other opinion on the Performance Update.

Based on the above, we are of the opinion that the Performance Update (for which the Directors are solely responsible) has been prepared by the Directors after due and careful enquiry.

This letter is addressed to the Directors for the sole purpose of complying with Rule 25 of the Singapore Code on Take-overs and Mergers and not for any other purpose. We do not accept any responsibility to any other person (other than to the Directors) in respect of, arising from or in connection with this letter.

Sincerely yours,

Maybank Kim Eng Securities Pte Ltd

Giles Ong
Regional Head of Investment Banking & Advisory