

SANTAK HOLDINGS LIMITED

(Incorporated in Singapore)

(Company Registration No. 200101065H)

BANKING FACILITIES

The Board of Directors ("Board") of Santak Holdings Limited (the "Company" and together with its subsidiaries, the "Group") wishes to announce that its wholly owned subsidiary Santak Metal Manufacturing Pte Ltd ("Santak Singapore") has accepted the offer of term credit facilities of up to USD31 million and an export factoring facility of up to USD14 million (the "Banking Facilities") granted by United Overseas Bank Limited.

The Banking Facilities will give the Group additional working capital resource to fund the expansion of its operation to take on additional precision engineering projects by both Santak Metal Manufacturing Wuxi Co., Ltd ("Santak Wuxi"), a wholly-owned subsidiary of Santak Singapore, as well as Santak Singapore. The Group is currently working on additional precision machined components projects with some of its customers.

The Banking Facilities shall be secured by a corporate guarantee from the Company and a fixed deposit of USD2 million as well as a legal mortgage over Santak Singapore's leasehold property. In addition, the export factoring facility will be secured by a credit insurance.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the aforesaid transaction.

The aforesaid transaction is not expected to have any material financial impact on the consolidated net tangible assets per share and consolidated earnings per share of the Company and the Group for the current financial year ending 30 June 2014.

By Order of the Board

Lai Foon Kuen
Company Secretary
26 June 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("Sponsor"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("Exchange"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Liao H K
Telephone number: 6221 0271