FRASER AND NEAVE, LIMITED
(Incorporated in Singapore)
(Company Registration No: 189800001R)

ACQUISITION OF ADDITIONAL SHARES IN VIETNAM DAIRY PRODUCTS JOINT STOCK COMPANY

Fraser and Neave, Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to its previous announcements relating to the proposed acquisition of additional shares in Vietnam Dairy Products Joint Stock Company ("**Vinamilk**") dated 24 April 2018 and 11 May 2018 (the "**Previous Announcements**").

Capitalised terms used but not otherwise defined herein shall have the same meanings given to them in the Previous Announcements. Unless otherwise stated, all figures expressed in VND in this announcement have been converted to an approximate Singapore dollar amount based on a closing exchange rate of S$1:VND17,030 as at the date of this announcement.

Further to the Previous Announcements, the Company wishes to announce that its wholly-owned subsidiary, F&NDI, acquired an additional 50,000 Vinamilk shares on the HOSE today (the "**Vinamilk Shares**"). The Company (through its wholly-owned subsidiaries F&NDI and F&NBev Manufacturing Pte. Ltd.) now holds an aggregate interest of 290,436,136 Vinamilk shares, representing approximately 20.01% of the issued share capital of Vinamilk.

The aggregate consideration of the Vinamilk Shares is VND8,900.74 million (approximately S$523,000) (the "**Consideration**"). The Consideration is based on the market price of the Vinamilk shares traded on the HOSE at the time of acquisition. The Consideration was paid in cash and funded from internal sources.

Based on the latest published consolidated financial statements of Vinamilk for the 3-month period ended 31 March 2018, the book value of the Vinamilk Shares is VND889.28 million (approximately S$52,000) and the net tangible asset value of the Vinamilk Shares is VND861.60 million (approximately S$51,000). The open market value of the Vinamilk Shares is VND8,890.40 million (approximately S$522,000), based on the volume weighted average price of VND177,808 (approximately S$10.44) for each Vinamilk share as at the date of this announcement.

The acquisition of the Vinamilk Shares is not expected to have a material effect on the net asset value per share or earnings per share of the Group for the current financial year.

None of the Directors or controlling shareholders of the Company has any interest, directly or indirectly, in the acquisition of the Vinamilk Shares.

BY ORDER OF THE BOARD

Hui Choon Kit
Company Secretary

15 May 2018