

THE STRATECH GROUP LIMITED

(Incorporated in the Republic of Singapore)

Company Registration No: 201430212R

**UPDATE ON LEGAL ACTION BY SUBSIDIARY STRATECH SYSTEMS LIMITED
AGAINST IL JIN HI-TECH CORP IN REPUBLIC OF KOREA**

The Board of Directors of The Stratech Group Limited (the “Company”) refers to the announcement released by its subsidiary, Stratech Systems Limited (“SSL”), on 11 August 2013 that it commenced legal action in the Republic of Korea (“South Korea”) against Il Jin Hi-Tech Corp (“the Defendants”) to recover monies owed for work done and services rendered pursuant to a project.

The Company is pleased to update that the courts in South Korea have rendered judgement in favour of SSL, summarised as follows:

1. The Defendants shall pay to SSL US\$1,291,684, with interest at the rate of 5% for the period of 7 August 2013 to 5 February 2016, and at the rate of 15% from 5 February 2016 until full payment is made;
2. The Defendants shall bear 4/5 of the costs.

The matter is subject to the possibility of appeal by the Defendants.

It was also ordered that the award may be provisionally enforced, pending the possibility of appeal by the Defendants. SSL is exploring with its legal counsels on the methods of enforcement.

The sum owed had been fully provided in SSL’s financial results of FY2012. The Company will provide updates as and when there are material developments.

By Order of the Board
Leong Sook Ching
Company Secretary
15 February 2016