ITE ELECTRIC CO LTD
Company Registration No. 198201457Z
(Incorporated in Singapore)

INCREASE IN ISSUED AND PAID-UP SHARE CAPITAL OF WHOLLY OWNED SUBSIDIARY

The Board of Directors of ITE Electric Co Ltd (the "**Company**") wishes to announce that its wholly-owned subsidiary, ITE Electric Systems Co Pte. Ltd. (**"ITE Electric Systems"**), has increased its issued and paid-up share capital from S$3,980,000 to S$4,629,879 by the allotment and issuance of additional 755,670 ordinary shares for a total consideration of S$649,879 which was satisfied in full by the capitalisation of an intercompany loan of S$649,879 due from ITE Electric Systems to the Company.

The above transaction is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the financial year ending 31 December 2016.

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

By Order of the Board

ITE Electric Co Ltd

Aw Cheok Huat
Non-Executive Chairman

31 August 2016

This announcement and its contents have been reviewed by the Company's sponsor, RHT Capital Pte Ltd ("Sponsor"), for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume 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 Nathaniel C.V., Registered Professional, RHT Capital Pte Ltd, 9 Raffles Place, #29-01, Republic Plaza Tower 1, Singapore 048619, telephone (65) 6381 6757.