

DISPOSAL OF ASSETS OF WHOLLY-OWNED SUBSIDIARY

1. Introduction

The Board of Directors (the “Board”) of Centurion Corporation Limited (the “Company”, and together with its subsidiaries, the “Group”) wishes to announce that the Company’s wholly-owned subsidiary, Summit Technology Australia Pty Ltd (“STA”), and Discworld Pty Ltd (“DPL”) have on 17 April 2014 entered into a Sale and Purchase Agreement (the “SPA”) pursuant to which STA, as seller, has agreed to sell and DPL, as purchaser, has agreed to purchase the following:

- (i) Stock (comprising stock of business carried on by STA and raw materials, semi completed products, components, packaging materials and other consumables) of STA at cost of approximately A\$400,000; and
- (ii) Fixed Assets (comprising plant, equipment and other manufacturing assets) of STA for a purchase price of A\$650,000 (collectively, the “Disposal”).

STA is a company incorporated in Australia and principally engaged in the business of manufacture and sale of optical discs. Following the disposal of its Stock and Fixed Assets, STA will cease its manufacturing operations of optical disc in Australia.

DPL is a company incorporated in Australia and will carry a business similar to STA.

As at the date of this announcement, Mr Francis Sek, Chief Executive Officer (“CEO”) of STA holds a 30% equity interest in DPL.

2. Consideration

The purchase price for the Fixed Assets of A\$650,000 was arrived at after arms’ length negotiations between STA and DPL, and on a “*willing-buyer, willing-seller*” basis, and taking into account, amongst other things, the secondary market price of the manufacturing assets and the cost of disposal. The net book value of the Fixed Assets as at 31 December 2013 was approximately A\$88,000.

The purchase price for the Stock of approximately A\$400,000 was based on STA’s cost of Stock as at 31 March 2014.

The Disposal has been completed on 17 April 2014 whereby DPL had paid STA an amount of A\$650,000 for the Fixed Assets. The purchase price for the Stock will be payable through 3 equal monthly instalments to STA, free of interest, respectively not later than (a) 1 May 2014; (b) 1 June 2014 and (c) 1 July 2014.

3 Rationale

The Board is of the view that the Disposal is in the best interest of the Company having considered STA's financial performance for the year ended 31 December 2013 and the expected continued falling market demand for physical optical disc in Australia.

4. Use of proceeds

The Group intends to use the proceeds from the Disposal as working capital of its business and operations.

5. Financial Effects

The Disposal is not expected to have any material impact on the earnings per share or net tangible assets per share for the current financial year ending 31 December 2014.

6. Rule 1006 of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "Listing Manual")

As the relative figures for the Disposal computed on the applicable bases set out in Rule 1006 of the Listing Manual do not exceed 5%, the Disposal does not constitute a "discloseable transaction" within the meaning of Chapter 10 of the Listing Manual.

7. Interest of Directors and Controlling Shareholders

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Disposal (other than through their shareholdings in the Company).

8. Document for Inspection

A copy of the SPA is available for inspection during normal business hours at the Company's registered office at 45 Ubi Road 1 #05-01, Singapore 408696 for a period of 3 months from the date of this announcement.

BY ORDER OF THE BOARD OF
CENTURION COPORATION LIMITED

Kong Chee Min
Executive Director & Chief Executive Officer

22 April 2014