TEE INTERNATIONAL LIMITED
(Incorporated in Singapore with limited liability)
(Company registration number 200007107D)

INCREASE IN INVESTMENT IN JOINT VENTURE – TEE MEDICAL SERVICES PTE. LTD.

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*Unless otherwise defined, all capitalised terms used herein shall bear the same meaning as ascribed to them in the Company's announcement dated 17 May 2018 in relation to the proposed acquisition of Medical Waste Treatment Business by TEE Medical Services Pte. Ltd. from SembCorp Environment Pte. Ltd. (the "**Announcement**").*

I. INTRODUCTION

The Company refers to its announcement of 17 May 2018 pursuant to which the Company had announced, *inter alia*, the entry into of a 50:50 joint venture between its wholly-owned subsidiary, TEE Infrastructure Private Limited ("**TEE Infrastructure**") and Dymon Asia Capital (Singapore) Pte. Ltd.'s private equity arm ("**Dymon Asia PE**") in relation to the joint venture company, TEE Medical Services Pte. Ltd. ("**TEE Medical**") and the entry into of the SPA between TEE Medical and SembCorp Environment Pte. Ltd. in relation to the proposed Acquisition of Medical Waste Treatment Business from the latter.

II. INCREASE IN INVESTMENT AND ENTRY INTO SHA

Pursuant to a shareholders' agreement ("**SHA**") which was entered into between TEE Infrastructure, Dymon Asia PE, through Asia Enviro Services Pte. Ltd. ("**Asia Enviro**") and TEE Medical on 20 August 2018, TEE Infrastructure has increased its investment in TEE Medical by subscribing for an additional 4,657,400 ordinary shares at S$1.00 per share for a total cash consideration of S$4,657,400 ("**Subscription**") and Asia Enviro has subscribed for an additional 5,692,400 ordinary shares at S$1.00 per share for a total cash consideration of S$5,692,400.

Following the increase in investment, the issued and paid-up capital of TEE Medical would increase from S$200 to S$10,350,000 and TEE Infrastructure's interests in TEE Medical would be reduced from 50% to 45%.

The respective contributions were determined based on arm's length negotiations between TEE Infrastructure and Asia Enviro, and arrived at after taking into account the capital requirements of TEE Medical (including consideration payable for the proposed Acquisition). The increase in investment is funded through internal resources of the Group as well as external funding.

In accordance with the SHA, for so long as TEE Infrastructure holds not less than 45% of the issued shares in TEE Medical, TEE Infrastructure shall exercise operational control of TEE Medical, and shall do such acts and things as may be reasonably necessary and provided always that the same is consistent with and does not prejudice Asia Enviro's rights under the SHA.

III. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors or controlling shareholders of the Company or their respective associates has any interest, direct or indirect, in the proposed Acquisition, SHA and/or transactions contemplated thereunder, other than through their shareholding interests in the Company.

IV. DOCUMENTS FOR INSPECTION

A copy of the SHA is available for inspection at the Company's registered office at 25 Bukit Batok Street 22, TEE Building, Singapore 659591 for a period of three (3) months from the date of this announcement.

By Order of the Board

Yeo Ai Mei
Company Secretary
28 August 2018