

CHALLENGER TECHNOLOGIES LIMITED
(Company Registration No. 198400182K)

ANNOUNCEMENT PURSUANT TO RULE 704(18)(d) OF THE LISTING MANUAL OF SGX-ST

1. INTRODUCTION TO THE TRANSACTION

The Board of Directors (the “**Board**”) of Challenger Technologies Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcements dated 12 October 2015 and 3 November 2015 in relation to the proposed subscription of shares in the Company’s indirect subsidiary, Andios Pte. Ltd. (“**APL**”). The Board wishes to announce that further to the completion of the subscription of shares in the second tranche by the existing shareholders, a new shareholder, Ian Tan Yong Hoe (the “**New Shareholder**”), has subscribed for shares in APL (the “**New Subscription**”).

All capitalised terms used and not defined herein shall have the meanings ascribed to them in the Previous Announcements.

2. ALLOTMENT AND ISSUANCE OF SHARES

Pursuant to the New Subscription, APL has issued and allotted to the New Shareholder 2,500,000 new ordinary shares in APL (the “**New Shares**”) for a consideration of \$75,000 in cash. The shareholding structure of APL before and after the New Subscription is as follows:

Shareholders in APL	Before New Subscription	After New Subscription
	Percentage equity stake (%)	Percentage equity stake (%)
CVPL	68%	66.34%
TAN HUAT BEN	20%	19.51%
MAURO MONTANARO	12%	11.71%
IAN TAN YONG HOE	-	2.44%

3. CONSIDERATION

The consideration was fully satisfied in cash and was arrived at following arm’s length negotiations on a “willing buyer-willing seller” basis, taking into account, amongst others, the net book value of approximately SGD778,000 as at 3 November 2015 and the future growth potential of APL.

4. ANNOUNCEMENT PURSUANT TO RULE 704(18)(d) OF THE LISTING MANUAL

Upon issuance of the New Shares, the shareholding of Challenge Ventures Pte. Ltd. (“**CVPL**”), a wholly-owned subsidiary of the Company, in the enlarged share capital of APL has been reduced from 68% to 66.34%.

5. FINANCIAL EFFECTS

The Subscription is not expected to have any material impact on the earnings per share and net tangible assets of the Company and the Group for the current financial year.

6. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the Directors or controlling shareholders of the Company or their associates has any direct or indirect interest in the above Subscription, save in respect of their shareholdings (if any) in the Company.

BY ORDER OF THE BOARD
CHALLENGER TECHNOLOGIES LIMITED

Loo Leong Thye
Managing Director
3 November 2015