
PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF SHARES ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY TWO (2) EXISTING ORDINARY SHARES (“RIGHTS ISSUE”)

- RECEIPT OF AN IN-PRINCIPLE APPROVAL FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”)

*Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the Company’s announcement dated 30 June 2014 (“**Announcement**”) relating to the Rights Issue.*

The board of directors (“**Board**”) of Plastoform Holdings Limited (“**Company**”) is pleased to announce that the SGX-ST had on 13 August 2014 granted approval-in-principle (“**AIP**”) for the listing of and quotation for up to 674,075,000 Rights Shares on the Main Board of the SGX-ST pursuant to the Rights Issue, subject to compliance with the SGX-ST’s listing requirements.

The AIP is subject to the following conditions:

- (a) compliance with the SGX-ST’s listing requirements;
- (b) a written undertaking from the Company that it will comply with Listing Rules 704(30), 815 and 1207(20) in relation to the use of the proceeds from the Rights Issue and where proceeds are to be used for working capital purposes, the Company will disclose a breakdown with specific details on the use of proceeds for working capital in the Company’s announcements on use of proceeds and in the annual report;
- (c) a written undertaking from the Company that it will comply with the confirmation given in the Listing Rule 877(10) with regards to the allotment of any excess Rights Shares; and
- (d) disclosure via SGXNET of a detailed breakdown on the use of the net proceeds from the Rights Issue.

Shareholders are to note that the AIP is not to be taken as an indication of the merits of the Rights Issue, the Rights Shares, the Company and/or its subsidiaries.

The Board would like to announce that the Company intends to use the net proceeds from the Rights Issue for general working capital purpose in the following manner:

- (i) 18% of the net proceeds to be used in product development in order to expand its product offerings;
- (ii) 24% of the net proceeds to be used to build up inventory level for distribution and sales globally;
- (iii) 48% of the net proceeds to be used to finance trade receivables for distribution and sales globally; and
- (iv) 10% of the net proceeds to be used for setting up of overseas sales offices.

The Company will make a further announcement in due course on the notice of Books Closure Date for the determination of the provisional allotments of Entitled Shareholders under the Rights Issue.

An offer information statement to be issued by the Company in connection with the Rights Issue containing, *inter alia*, the final terms of the Rights Issue will be despatched to the Entitled Shareholders in due course.

BY ORDER OF THE BOARD

Tse Kin Man
Executive Chairman
Date: 13 August 2014