QAF LIMITED

(Company Registration No.: 195800035D)
(Incorporated in the Republic of Singapore)

CORRIGENDUM RELATING TO THE ANNOUNCEMENT ON THE PROPOSED SALE OF SHARES IN GARDENIA BAKERIES (K.L.) SDN BHD

QAF Limited (the "**Company**") refers to its announcement dated 24 February 2016 regarding the Proposed Sale (the "**Announcement**"). Capitalised terms not defined herein shall bear the same meanings ascribed to them in the Announcement.

The Company wishes to make certain amendments to section 6 entitled "Certain Financial Effects" to reflect the correct accounting treatment for the Proposed Sale. The amended section 6 is set out below:

"6. CERTAIN FINANCIAL EFFECTS

6.1 **Net Gain Attributable to the Proposed Sale**. The net gain from the Proposed Sale attributable to the Group taken up in the Group's income statement, after taking into account the carrying value of the Gardenia KL Sale Shares in the Group's accounts (S$8.15 million), transaction costs (S$0.4 million) and cumulative foreign exchange differences relating to Gardenia KL (S$13.0 million), is expected to be approximately S$8.4 million.

Included in the above net gain of approximately S$8.4 million are cumulative exchange losses of approximately S$13.0 million reclassified from equity to profit or loss in accordance with Singapore Financial Reporting Standards. Consequently, the Proposed Sale will have the effect of increasing the Group's NTA by approximately S$21.4 million.

6.2 **Financial Effects**. The financial effects have been prepared for illustrative purposes only and are neither indicative of the actual financial effects of the Proposed Sale on the NTA per Share and earnings per Share ("**EPS**") of the Group, nor of the future actual financial performance of the Group.

6.3 Based on the unaudited consolidated financial statements of the Group for FY 2015, the financial effects of the Proposed Sale are as follows:-

(a) **NTA per Share**. Assuming that the Proposed Sale had been effected on 31 December 2015, the NTA per Share of the Group as at 31 December 2015 would be as follows:

	As at 31 December 2015	
	Before Proposed Sale	**After Proposed Sale**
NTA (S$ million)	426.7	448.1
Number of issued Shares	561,299,968	561,299,968
NTA per Share (Singapore cents)	76.02	79.84

(b) **Earnings per Share.** The financial effect of the Proposed Sale on the EPS of the Group for FY 2015, assuming that the Proposed Sale had been effected on 1 January 2015 would be as follows:

	For FY 2015	
	Before Proposed Sale	**After Proposed Sale**
Earnings attributable to shareholders (S$ million)	52.5	58.5
Weighted average number of issued Shares	557,598,000	557,598,000
Earnings per Share (Singapore cents)	9.42	10.49

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By Order of the Board

Lee Woan Ling
Company Secretary

25 February 2016