



MIYOSHI LIMITED

(Incorporated in the Republic of Singapore)

Company Registration Number: 198703979K

DISPOSAL BY THE COMPANY OF 255,000 SHARES IN INOVUUS TECHNOLOGIES PTE. LTD. (THE "TARGET COMPANY") REPRESENTING 29.43% OF THE ISSUED SHARE CAPITAL OF THE TARGET COMPANY ("THE DISPOSAL")

1. Introduction

The Board of Directors (the "**Board**") of Miyoshi Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that the Company has on 10 December 2015 entered into a sale and purchase agreement ("**Agreement**") with Lek Wee Kiat, Gerald ("**Purchaser**"), in respect of the disposal by the Company of 255,000 ordinary shares ("**Shares**") ("**Sale Shares**") in Inovuus Technologies Pte. Ltd. ("**Inovuus**") (the "**Disposal**").

2. Background and rationale

- 2.1 Inovuus has a total issued share capital of 866,522 Shares. Prior to the Disposal, the Company held 255,000 Shares, representing 29.43% the total issued share capital of Inovuus.
- 2.2 The principal activities of Inovuus are the development of e-commerce solutions and web design services. These activities are not integral to the Group's operations, and the Disposal will allow the Company to focus on its core business.

3. The Disposal

- 3.1 The consideration payable by the Purchaser for the Sale Shares is S\$28,000, payable in cash, in 24 monthly instalments. The first instalment is payable on 15 December 2015, and each of the subsequent 23 instalments is payable on the 15th day of each succeeding month. The Consideration was arrived at on a willing buyer willing seller basis, taking into account the audited net liability position of the Sale Shares of S\$294,888 as at 31 August 2015 and the past performance of Inovuus.
- 3.2 The Group's carrying amount of its cost of investment in Inovuus is zero as at 31 August 2015.
- 3.3 Completion of the Disposal has taken place on the date of the Agreement. Further to the completion of the Disposal, the Company has ceased to hold any Shares in Inovuus, and Inovuus has ceased to be an associated company of the Company.

4. Financial Effects of the Disposal

The Disposal is not expected to have any material financial effect on the net tangible assets per share or earnings per share of the Group for the financial year ending 31 August 2016.

5. Relative Figures under Rule 1006 of the Listing Manual

The Disposal is a non-discloseable transaction under the Singapore Exchange Securities Trading Limited Listing Manual (the “**Listing Manual**”) as none of the relative figures calculated under the bases set out in Rule 1006 of the Listing Manual crosses 5%.

6. Interests of Directors and Controlling Shareholders

None of the Directors or controlling shareholders of the Company have any direct or indirect interest in the Agreement or the Disposal, other than through their respective shareholdings in the Company.

BY ORDER OF THE BOARD

Andrew Sin Kwong Wah
Executive Chairman and Chief Executive Officer

10 December 2015