UNCONDITIONAL EXIT CASH OFFER

by

SANSUI ELECTRIC (CHINA) COMPANY LIMITED
(Company Registration No.:1837323)
(Incorporated in British Virgin Islands)

to acquire all the Offer Shares of

LAFE CORPORATION LIMITED
(Company Registration No.: 26304)
(Incorporated in Bermuda)

IN CONNECTION WITH THE DIRECTED DELISTING OF LAFE CORPORATION LIMITED

EXERCISE OF RIGHT OF COMPULSORY ACQUISITION OF SHARES IN LAFE CORPORATION LIMITED

1. INTRODUCTION

Sansui Electric (China) Company Limited (the **"Offeror"**) refers to:

(i) the exit offer letter dated 10 June 2020 ("**Exit Offer Letter**") in relation to the conditional exit cash offer ("**Exit Offer**"), in connection with the directed delisting of Lafe Corporation Limited (the "**Company**"), by the Offeror for all the issued and paid-up ordinary shares ("**Shares**") in the capital of the Company, other than those already owned, controlled or agreed to be acquired by the Offeror as at the date of the Exit Offer ("**Offer Shares**") in accordance with the Singapore Code on Take-overs and Mergers;

(ii) the announcement dated 12 June 2020 in relation to, *inter alia*, the Exit Offer being declared unconditional in all respects;

(iii) the announcement dated 7 July 2020 in relation to the right of the Offeror under Section 102(1) of the Companies Act of Bermuda 1981 ("the **Bermuda Companies Act**") to compulsorily acquire all the Shares of Shareholders who have not accepted the Exit Offer by the Closing Date (the "**Dissenting Shareholders**") at a price equal to the Exit Offer Price of S$0.60 for each Offer Share and on the same terms and conditions as the Exit Offer (the "**Compulsory Acquisition**"); and

(iv) the notice (the "**Compulsory Acquisition Notice**") and the letter each dated 22 July 2020 from the Offeror to the Dissenting Shareholders in relation to the intention of the Offeror to exercise its right of compulsory acquisition under Section 102(1) of the Bermuda Companies Act, to compulsorily acquire all the Shares held by Dissenting Shareholders at a consideration of S$0.60 for each Share and on the same terms as those offered under the Exit Offer.

Unless otherwise defined, capitalised terms in this Announcement shall bear the same meaning as set out in the Exit Offer Letter.

2. EXERCISE OF RIGHT OF COMPULSORY ACQUISITION UNDER SECTION 102(1) OF THE BERMUDA COMPANIES ACT

2.1 The Offeror wishes to announce that, as no Dissenting Shareholder has made an application to the Supreme Court of Bermuda in respect of the Compulsory Acquisition Notice within one (1) month from the date on which the Compulsory Acquisition Notice was given, pursuant to Section 102(1) of the Bermuda Companies Act, the Offeror has today exercised its right of Compulsory Acquisition under Section 102(1) of the Bermuda Companies Act to acquire the Shares of the Dissenting Shareholders. The Offeror has paid to the Company a sum representing the aggregate amount payable for the Shares (the "**Consideration**") to be acquired from the Dissenting Shareholders.

2.2 The Consideration has been deposited by the Company into a separate bank account and is being held on trust by the Company for the Dissenting Shareholders, pursuant to Section 102(4) of the Bermuda Companies Act. Further to payment of the Consideration by the Offeror to the Company, the Company will take steps to pay over the Consideration to the Remaining Members (as defined in the Compulsory Acquisition Notice) and to The Central Depository (Pte) Limited for distribution to the Remaining Depositors (as defined in the Compulsory Acquisition Notice) and cause all the Shares held by the Dissenting Shareholders to be transferred to the Offeror and will register the Offeror as the holder of all those Shares as soon as practicable. The Remaining Members and Remaining Depositors can expect to receive payment shortly for their Shares that have been compulsorily acquired by the Offeror at a consideration of S$0.60 for each Share.

2.3 Following the Compulsory Acquisition, the Company will become a wholly-owned subsidiary of the Offeror and will be delisted from the Official List of the SGX-ST. The date and time of such delisting is expected to be announced by the Company in due course.

3. RESPONSIBILITY STATEMENT

The sole director of the Offeror (including where he has delegated detailed supervision of this Announcement) has taken all reasonable care to ensure that the facts stated and all opinions expressed in this Announcement (other than those relating to the Group) are fair and accurate and that no material facts have been omitted therefrom, the omission of which would make any statement in this Announcement misleading. Where any information in this Announcement has been extracted or reproduced from published or publicly available sources or obtained from the Company, the sole responsibility of the sole director of the Offeror has been to ensure, through reasonable enquiries, that such information is accurately and correctly extracted from such sources or, as the case may be, accurately reflected or reproduced in this Announcement. The sole director of the Offeror accepts responsibility accordingly.

BY ORDER OF THE BOARD

SANSUI ELECTRIC (CHINA) COMPANY LIMITED

Christopher Ho Wing-On
Director

26 August 2020