CONDITIONAL 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

EXIT OFFER DECLARED UNCONDITIONAL IN ALL RESPECTS
LEVEL OF ACCEPTANCES OF EXIT OFFER

1. INTRODUCTION

Sansui Electric (China) Company Limited (the "**Offeror**") refers to the exit offer letter dated 10 June 2020 ("**Exit Offer Letter**") in relation to the conditional exit cash offer ("**Exit Offer**") by the Offeror for all the issued and paid-up ordinary shares ("**Shares**") in the capital of Lafe Corporation Limited (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 (the "**Code**").

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

2. EXIT OFFER DECLARED UNCONDITIONAL IN ALL RESPECTS

The Offeror wishes to announce that, as at 5.00 p.m. (Singapore time) on the date of this Announcement, the Offeror has received valid acceptances of the Exit Offer in respect of an aggregate of 19,272,641 Offer Shares which, when taken together with the Shares owned, controlled or agreed to be acquired by the Offeror and its Concert Parties (either before or during the Exit Offer and pursuant to the Exit Offer or otherwise), result in the Offeror and its Concert Parties holding such number of Shares carrying more than 50% of the voting rights attributable to the total number of issued Shares.

Accordingly, the Minimum Acceptance Condition of the Exit Offer (as set out in Section 3.2 (Minimum Acceptance Condition) of the Exit Offer Letter) has been satisfied and the Exit Offer has therefore become and is hereby declared unconditional in all respects on the date of this Announcement.

3. LEVEL OF ACCEPTANCES

Pursuant to Rule 28.1 of the Code, the Offeror wishes to announce that:

3.1 Acceptances of the Exit Offer

Based on information provided to the Offeror, as at 5.00 p.m. (Singapore time) on 12 June 2020, the Offeror has received, pursuant to the Exit Offer, valid acceptances in respect of 19,272,641 Offer Shares, representing approximately 76.08% of the total number of issued Shares[1].

Based on information available to the Offeror, the above-mentioned acceptances include 19,264,561 Offer Shares, representing approximately 76.04% of the total number of issued Shares, tendered by Sino Capital Resources Limited ("**SCRL**"), who is a Concert Party of the Offeror, pursuant to its Irrevocable Undertaking[2].

3.2 Shares held before the Offer Period

As at 27 May 2020, being the Joint Announcement Date, (a) the Offeror did not hold any Shares; and (b) Concert Parties of the Offeror collectively owned or controlled an aggregate of 19,264,561 Shares, representing approximately 76.04% of the total number of issued Shares.

3.3 Shares acquired or agreed to be acquired during the Offer Period

From the Joint Announcement Date and up to 5.00 p.m. (Singapore time) on 12 June 2020, save for the acceptances received pursuant to the Exit Offer stated in paragraph 3.1 above, neither the Offeror nor any of its Concert Parties (based on information available to the Offeror as at 5.00 p.m. (Singapore time) on 12 June 2020) has acquired or agreed to acquire any further Shares.

3.4 Aggregate Holdings

Accordingly, based on information available to the Offeror, as at 5.00 p.m. (Singapore time) on 12 June 2020, the Offeror and its Concert Parties owned, controlled or have agreed to acquire (including by way of valid acceptances of the Exit Offer) an aggregate of 19,272,641 Shares, representing approximately 76.08% of the total number of issued Shares.

4. REMINDER OF CLOSING DATE

Acceptances of the Exit Offer must be received by the close of the Exit Offer at 5.30 p.m. (Singapore time) on 8 July 2020 (the "Closing Date").

The Offeror will not extend the Exit Offer beyond the Closing Date, save that such notice of the Offeror's intention not to extend the Exit Offer beyond the Closing Date shall not be capable of being enforced in a competitive situation.

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[1] All references in this Announcement to the total number of issued Shares are based on 25,333,333 Shares in issue as at the date of this Announcement. The Company does not have any treasury shares.

[2] The 19,264,561 Shares owned or controlled by SCRL comprise (1) 14,469,185 Shares held in scrip form by SCRL and (2) 4,795,376 held in the securities account in the name of SCRL's nominee, Phillip Securities Pte Ltd.

5. PROCEDURES FOR ACCEPTANCE

Shareholders who wish to accept the Exit Offer but have not done so should complete, sign and deliver the relevant Acceptance Forms and all other relevant documents as soon as possible so as to reach the Offeror c/o The Central Depository (Pte) Limited or M & C Services Private Limited (as the case may be) by not later than 5.30 p.m. (Singapore time) on the Closing Date. All Acceptance Forms and other relevant documents received after 5.30 p.m. (Singapore time) on the Closing Date will not be accepted. Further details on the procedures for acceptance of the Exit Offer are set out in Appendix II to the Exit Offer Letter.

If Shareholders are in any doubt about the Exit Offer and/or the course of action they should take, they should consult their stockbroker, bank manager, solicitor, accountant, tax adviser or other professional adviser immediately.

Shareholders who have not received or who have misplaced the Hardcopy Notification and/or the relevant Acceptance Forms should contact The Central Depository (Pte) Limited (if they hold Offer Shares deposited with CDP) or M & C Services Private Limited (if they hold Offer Shares in scrip form), as the case may be, immediately at the telephone numbers, email address and/or address set out below:

The Central Depository (Pte) Limited
Tel : +65 6535 7511
Email: asksgx@sgx.com

M & C Services Private Limited
112 Robinson Road
#05-01
Singapore 068902
Tel : +65 6227 6660

Electronic copies of the Exit Offer Letter and the Acceptance Forms are available on the website of the SGX-ST at www.sgx.com and on the website of the Company at www.lafecorporation.com.

6. 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

12 June 2020