ITE ELECTRIC CO LTD
Company Registration No. 198201457Z
(Incorporated in Singapore)
(the "Company")

Sale and Purchase Agreement for the Sale of Shares

The Board of Directors of ITE Electric Co Ltd. (the "Company"), wishes to announce that the Non-Executive Chairman of the Company, Mr Aw Cheok Huat has informed the Company that he has entered into a sale and purchase agreement with Prosperity Luck Overseas Inc. (the "Purchaser") to dispose of his entire shareholding interest in the Company to the Purchaser at S$0.15065 per share.

Separately, the Company has received the notification form for substantial shareholder in respect of interests in securities (Form 3) from the Purchaser informing the Company that it has acquired a deemed interest in 39,827,815 shares in the Company (the "Sale Shares"), representing 29.0% of the issued and paid up capital of the Company, pursuant to a sale and purchase agreement dated 23 August 2016 for the acquisition of the Sale Shares for S$6,000,000.

The Purchaser, from information provided by the Purchaser's Singapore representative, is an investment holding company incorporated in The British Virgin Islands and is wholly owned by Mr Wong Siu Fai. Mr Wong is the Chairman of Hong Kong Sunrise Holdings Limited and its group of companies (the "Sunrise Group"), which is ultimately controlled by Mr Wong Siu Fai's family. The Sunrise Group is an integrated group with interest in real estate development, hospitality and investment activities, having an estimated total asset value in excess of S$1 billion. The Sunrise Group was formerly the second largest shareholder of Xiamen Commercial Bank Ltd (厦门商业银行) and had interest in Xiamen Sunrise Investment Co., Ltd, a real estate and hospitality group listed on the Shenzhen Stock Exchange.

The completion of the SPA is subject to the fulfilment of certain conditions and is expected to take place upon the fulfilment of said conditions. Shareholders and investors of the Company are advised to exercise caution when dealing in the shares of the Company. The Company will make further announcements on the above matter via SGXNET as and when appropriate.

By Order of the Board
Wong Ming Kwong
Director
25 August 2016

This announcement and its contents have been reviewed by the Company's sponsor, RHT Capital Pte Ltd ("Sponsor"), for compliance with the relevant rules of the SGXST. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Nathaniel C.V., Registered Professional, RHT Capital Pte Ltd, 9 Raffles Place, #29-01, Republic Plaza Tower 1, Singapore 048619, telephone (65) 6381 6757.