



JAPFA LTD

(Company Registration Number: 200819599W)
(Incorporated in Singapore on 8 October 2008)

Pursuant to Rule 704(17)(d) of the Listing Manual, Japfa Ltd (the “Company”) announces that its wholly owned subsidiary, Japfa Myanmar JV Pte Ltd, which is the 85% shareholder of Japfa Comfeed Myanmar Pte Ltd (“JCMA”), has on 31 January 2015 entered into a conditional Share Purchase Agreement with Best Livestock Limited, an unrelated third party, to acquire the remaining 15% of the issued share capital of JCMA (the “Acquisition”).

Following the Acquisition, JCMA will become a wholly-owned subsidiary of the Company.

The consideration for the Acquisition is US\$5.7 million (“Purchase Price”) and was arrived at on a willing-buyer, willing-seller basis.

A refundable deposit of US\$1 million will be paid on or around 2 February 2015 and the remaining US\$4.7 million will be paid at completion, after all conditions precedent have been satisfied, the primary condition being the approval of the Myanmar Investment Commission.

The Purchase Price is payable in cash and will be funded by internal cash and/or bank financing.

As at 30 September 2014, the net assets of JCMA was US\$19.5 million. The net profit of JCMA as at 30 September 2014 was US\$9.6 million, of which the Company owned 85% of JCMA’s issued share capital at that time.

A change in the Myanmar regulations has created an opportunity for the Company to fully own its Myanmar operations.

The Acquisition would allow the Company to exercise full control of JCMA to reap the full benefits of a fast growing market.

The acquisition is not expected to have a material effect on the net tangible assets per share or earnings per share of the Company for the current financial year.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect in the Acquisition save through their shareholdings in the Company.

By Order of the Board

Japfa Ltd

Tan Yong Nang

Executive Director and Chief Executive Officer

31 January 2015

Credit Suisse (Singapore) Limited and DBS Bank Ltd. were the joint global coordinators, joint issue managers, joint bookrunners and underwriters (“**Joint Global Coordinators, Joint Issue Managers, Joint Bookrunners and Underwriters**”) for the Offering. The Joint Global Coordinators, Joint Issue Managers, Joint Bookrunners and Underwriters assume no responsibility for the contents of this announcement.