

TAI SIN ELECTRIC LIMITED

(Company Registration No. 198000057W)

(Incorporated in the Republic of Singapore)

ACQUISITION OF AN ADDITIONAL 66% OF THE ISSUED AND PAID-UP SHARE CAPITAL OF PT CAST LABORATORIES INDONESIA BY CAST LABORATORIES PTE. LTD.

1. Introduction

The Board of Directors of Tai Sin Electric Limited (“Tai Sin”) wishes to announce that Cast Laboratories Pte. Ltd. (“**Cast Lab**”), a 65% owned subsidiary of Tai Sin, had on 2nd April 2014 acquired an additional 66% of the issued and paid-up share capital of PT Cast Laboratories Indonesia (“**PTCL**”), comprising of 165,000 fully paid-up ordinary shares of US\$1 each, for an aggregate purchase consideration of S\$241,316 (the “**Acquisition**”).

PTCL will as a result of the Acquisition, become a 95% owned subsidiary of Cast Lab.

2. Information on PTCL

PTCL (Company Registration No: AHU-036442.AH.01.09.Tahun 2009) is a company incorporated in Indonesia with its registered office at Ruko Central Sukajadi Block B1 No. 3A - 5 Batam Kota, Batam-Indonesia (29465).

PTCL is carrying on the business of providing non-construction, oil and gas, non-destructive testing and heat treatment testing services.

PTCL has an issued and paid-up share capital of US\$250,000 represented by 250,000 ordinary shares of US\$1 each.

The unaudited net tangible assets of PTCL as at 31 March 2014 was S\$798,703 and its unaudited profit before tax for the nine months ended 31 March 2014 was S\$713,435.

3. Purchase Consideration

The aggregate purchase consideration of S\$241,316 for the Acquisition (the “**Purchase Consideration**”) was agreed upon between Cast Lab and the Vendors on a willing buyer and willing seller basis.

The Purchase Consideration was funded from internal resources of Cast Lab.

4. Financial Effects

The Acquisition is not expected to have any material effect on the earnings per share and net tangible assets per share of the Tai Sin Group in the current financial year ending 30 June 2014.

5. Rationale

The Acquisition will enable Cast Lab to gain control of PTCL and determine its corporate strategies to expand its services in the Indonesian market.

6. Interests of Directors and Substantial Shareholders

None of the directors or substantial shareholders of Tai Sin has any interest, direct or indirect (other than through Tai Sin), in the Acquisition.

BY ORDER OF THE BOARD

Tan Shou Chieh
Secretary

Singapore, 12 May 2014