

IPC CORPORATION LTD
(Registration No. 198501057M)

PROPOSED CAPITAL REDUCTION – EFFECTIVE DATE

The Board (the “**Board**”) of Directors (the “**Directors**”) of IPC Corporation Ltd (the “**Company**”) refers to the circular to shareholders of the Company (the “**Shareholders**”) dated 26 January 2016 (the “**Circular**”), as well as the announcements made by the Company on 17 December 2015, 26 January 2016 and 18 February 2016 (the “**Announcements**”), in relation to the proposed capital reduction exercise involving a cash distribution to Shareholders of S\$1.60 in cash for each ordinary share in the capital of the Company held by a Shareholder as at the Books Closure Date, amounting to an aggregate distribution of approximately S\$136.467 million (the “**Proposed Capital Reduction**”).

Unless otherwise defined herein, all capitalised terms and references used in this announcement shall have the same meanings as ascribed to them in the Circular and the Announcements.

At the extraordinary general meeting (“**EGM**”) of the Company held on 18 February 2016, the Shareholders had passed a special resolution to approve, *inter alia*, the Proposed Capital Reduction.

The Board is pleased to announce that the Company has complied with all the requirements under Section 78C(1)(c), and the solvency requirements under Section 78C(3), of the Companies Act of Singapore (Chapter 50) (the “**Companies Act**”) in respect of the Proposed Capital Reduction and that no application for the cancellation of the special resolution relating to the Proposed Capital Reduction has been made during the 6-week period beginning from the date of the EGM.

The Company has lodged a statement made by the Directors pursuant to Section 78E(2) of the Companies Act confirming the same, together with a notice containing the reduction information of the Proposed Capital Reduction, with the Accounting and Corporate Regulatory Authority of Singapore on 1 April 2016. Accordingly, the Proposed Capital Reduction has taken effect from 1 April 2016, pursuant to which the issued and paid-up share capital of the Company has been reduced from approximately S\$169,982,780 divided into 85,291,885 Shares into approximately S\$33,515,764 divided into 85,291,885 Shares.

The Cash Distribution is expected to be paid to entitled Shareholders on 8 April 2016.

By Order of the Board
IPC Corporation Ltd

Ngiam Mia Hai Bernard
Executive Director

1 April 2016