

## **TAI SIN ELECTRIC LIMITED**

(Company Registration No. 198000057W)

(Incorporated in the Republic of Singapore)

### **FORMATION OF 90% OWNED INDIRECT SUBSIDIARY IN VIETNAM KNOWN AS LIM KIM HAI ELECTRIC (VN) COMPANY LIMITED**

The Board of Directors of Tai Sin Electric Limited ("Tai Sin") wishes to announce that its wholly owned subsidiary Tai Sin (Vietnam) Pte. Ltd. ("TSV") has applied for and received from relevant authorities in Vietnam, the Investment Certificate dated 19 January 2010 approving the establishment of a 90% owned joint venture enterprise with Ms Sin Tuyet Mai in Vietnam known as Lim Kim Hai Electric (VN) Company Limited ("LKHEV") for an initial term of operation of 5 years.

The principal activities of LKHEV are in the trading of electrical products.

The legal capital of LKHEV is VND1,750,000,000 equivalent to USD100,000. TSV will contribute 90% of the legal capital of LKHEV and Ms Sin Tuyet Mai the balance 10%.

The investment by TSV will be funded from internal resources of the Tai Sin Group.

The investment will not have any material effect on the consolidated net tangible assets per share and consolidated earnings per share of the Tai Sin Group for the current financial year ending 30 June 2010.

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

BY ORDER OF THE BOARD

Mrs. Low nee Tan Leng Fong  
Tan Shou Chieh  
Secretaries

Singapore, 27 January 2010