

TIH Limited

NEWS RELEASE

TIH ANNOUNCES 2Q2018 AND 1H2018 FINANCIAL RESULTS

Singapore, August 7, 2018 – TIH Limited (“TIH” or the “Group”), a Mainboard-listed private equity fund company, today announced a net loss attributable to shareholders and total comprehensive deficit amounted to S\$5.7 million for the six months ended June 30, 2018 (“1H2018”). For the three months ended June 30, 2018 (“2Q2018”), the Group’s net loss attributable to shareholders and total comprehensive deficit stood at S\$4.9 million.

The Group’s 2Q2018 loss was mainly due to the fair value losses on investments at fair value through profit or loss (equity) (“FVTPL (equity)”) of S\$4.8 million as well as operating expenses of S\$1.2 million. The losses were offset partially by dividends of S\$0.5 million from subsidiary, other operating income of S\$0.5 million mainly derived from consultancy services and advisory fee income and interest income of S\$0.2 million arising from the loan granted to a portfolio company.

The net loss in FVTPL (equity) of S\$4.8 million for 2Q2018 was mainly attributed to the decrease in fair value of Fortune Code Limited of S\$8.5 million, distribution of dividends of S\$0.5 million from subsidiary, Killian Court Pte Ltd (“Killian Court”), to the Company, which were partially offset by the increase in fair value of other portfolio investments held through subsidiaries of S\$4.2 million.

As at June 30, 2018, the Group’s Net Asset Value (“NAV”) was S\$121.0 million (representing a NAV of S\$0.50 per share), a decrease of S\$5.6 million from the NAV of S\$126.6 million (S\$0.52 per share) as at December 31, 2017. The decrease in NAV was mainly due to the cumulative fair value losses on investments at FVTPL (equity) of S\$5.6 million, which were offset partially by dividends from subsidiary of S\$1.1 million.

TIH Limited

Depending on prevailing public market conditions, TIH's investments in listed securities may fluctuate, affecting fair value valuations of its portfolio investments, which do not indicate a permanent increase or diminishing of the investment portfolio's valuation.

On May 31, 2018, it was announced that the Group's wholly owned subsidiary Killian Court had committed approximately US\$1.5 million to ASM Connaught House Fund III ("CHF III") – a fund which is an associate of, and managed by one of the Group's strategic shareholders, Argyle Street Management Limited ("ASML"). CHF III's investment objective is to achieve medium to long term capital appreciation by investing in predominantly illiquid special situations investments in Asia with a focus on high yielding structured lending opportunities with good downside protection.

On June 1, 2018, the Group announced the appointment of three directors to further strengthen its Board of Directors. They include Non-independent Non-executive Director Mr Alex Shiu Leung Au, Independent Non-executive Director Mr Sin Boon Ann and Independent Non-executive Director Mr Tan Chade Phang. Consequently, more than half of the Board will comprise of independent directors.

Meanwhile, global economic growth is projected to reach 3.9% in 2018 and 2019 – unchanged from the International Monetary Fund's ("IMF") April forecasts. However, IMF warned of a plateauing and less synchronized global expansion, as the global economy faces greater risks given escalating trade tensions and geopolitical concerns.

Elsewhere, Asia's private equity market remains propelled by investors' rising confidence in the region, mounting pressures to deploy record levels of dry powder, and company owners' increased overall acceptance of private equity funding.

TIH Limited

Mr Allen Wang, Executive Director of TIH and Chief Executive Officer of TIH Investment Management Pte. Ltd., said, “In the face of volatile capital markets and a challenging investment environment, TIH remains committed to actively seek out attractive investment opportunities to expand our recurring income base.”

Mr Kin Chan, Chairman of TIH, said, “With a strong fundamental Asian macroeconomic environment, the Asian private equity market presents compelling investment opportunities. As TIH rides on the momentum of an upswing, we will continue to leverage our extensive industry network in Greater China and Southeast Asia, and partner with strategic shareholders – ASML and Lippo China Resources, to maximize long-term shareholder value and strengthen deal-sourcing capabilities.”

About TIH

TIH Limited (“TIH”) is a SGX-listed closed-end fund set up in 1994. Throughout its operating history and investment experience, TIH has invested in a broad variety of sectors including Consumer & Industrial Products, Healthcare, Technology, Media & Telecommunications, Food, Manufacturing and Chemicals, with a strong focus and dedication to Asia. TIH has extensive experiences in cross-border private equity investments and divestments, including but not limited to restructuring, mergers & acquisitions, joint ventures and turnaround opportunities.

TIH seeks to work closely with the management of investee companies to create value through strategic, operational and corporate finance inputs.

For more information, please visit www.tih.com.sg.

TIH Limited

ISSUED ON BEHALF OF : TIH Limited
BY : Citigate Dewe Rogerson Singapore Pte Ltd
55 Market Street #02-01
SINGAPORE 048941
CONTACT : Ms Chia Hui Kheng / Ms Fionna Boh
DURING OFFICE HOURS : 6534-5122
EMAIL : huikheng.chia@citigatedewerogerson.com
fionna.boh@citigatesewerogerson.com

August 7, 2018