

TRANSPAC INDUSTRIAL HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration Number 199400941K)

RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE ON THE BASIS OF TWO (2) WARRANTS GIVEN WITH EVERY ONE (1) RIGHTS SHARE FOR EVERY THREE (3) EXISTING ORDINARY SHARES HELD BY ENTITLED SHAREHOLDERS (THE “RIGHTS CUM WARRANTS ISSUE”)

– USE OF PROCEEDS OF THE RIGHTS CUM WARRANT ISSUE

The board of directors of Transpac Industrial Holdings Limited (the “**Company**”) is pleased to announce that out of the net proceeds (less expenses paid to date) of approximately S\$28.9 million from the Rights cum Warrants Issue before the exercise of any warrants thereof, S\$20 million has been used to repay an outstanding term loan facility of the Company.

Further announcements via SGXNET will be released when the remaining proceeds of the Rights cum Warrants Issue are materially disbursed.

BY ORDER OF THE BOARD

Tham Shook Han

Company Secretary

26 May 2009