

TRANSPAC INDUSTRIAL HOLDINGS LIMITED

("TIH" or the "Company")

Incorporated in the Republic of Singapore

Company Registration Number: 199400941K

EXERCISE OF CALL OPTION UNDER THE OPTION AGREEMENT FOR HSU FU CHI INTERNATIONAL LIMITED ("HFC") SHARES

We refer to the Company's announcement of 13 December 2007 with regard to the Option Agreement whereby UBS AG had been granted a covered call option by funds under the management of Transpac Capital Pte Ltd, of which TIH is one, for 49,761,146 ordinary shares of HFC ("Option Shares"). The Board of Directors wishes to announce that UBS AG had exercised the call option over the entire Option Shares at a strike price of US\$1.0048 per Option Share and the proceeds were received by the Company on 16 October 2009.

The actual proceeds received on 16 October 2009 arising from TIH's direct interest in the Option Shares are S\$21.21 million, which represented 11.68% of the Company's market capitalisation of approximately S\$181.66 million (based on the last traded price of S\$1.43 per share on the SGX-ST and an issued capital comprising approximately 127,040,358 shares on 20 October 2009).

Assuming that the exercise of the call option has been completed on 30 June 2009, the pro forma financial effects of the exercise of call option on the net asset value ("NAV") per share and earnings per share ("EPS") of the Company based on its unaudited financial results for the half year ended on 30 June 2009, are as follows:

(a) NAV

	Half year ended 30 June 2009 (unaudited)	After exercise of call option*
NAV	S\$292.08 million	S\$297.44 million
No. of issued shares	117.33 million	117.33 million
NAV per share	S\$2.49	S\$2.54

(b) EPS

	Half year ended 30 June 2009 (unaudited)	After exercise of call option*
Profit after tax	S\$0.31 million	S\$3.63 million
Weighted average number of issued shares	95.33 million	95.33 million
Basic and diluted EPS	0.33 cents	3.81 cents

* Before expenses related to sale, assuming tax rate of 17% and applying foreign exchange rates prevailing as at 30 June 2009

In addition, TIH will receive approximately S\$17.03 million (without making adjustment for other investments that have been made by Transpac Capital 1996 Investment Trust and other items), being its indirect interest in the Option Shares held by Transpac Capital 1996 Investment Trust, a Transpac fund which is not listed on any Securities Exchange, an

associate that is held via TIH's wholly-owned subsidiary. While the strike price is US\$1.0048 per Option Share for both direct and indirect interests in the financial statements of the Company, the treatment of profit and losses are different under the applicable accounting rules, leading to the reported change in NAV per share of S\$2.54 and EPS of 3.81 cents as described above.

Being a venture capital investment company that provides venture capital to private companies, the Company's income is primarily derived from the realization and/or revaluation of investments, the Company's direct interest in the Option Shares was classified in its latest audited financial statements for the financial year ended 31 December 2008 as a derivative asset.

None of the Company's Directors or substantial shareholders has any interest, direct or indirect, in the abovementioned transaction.

BY ORDER OF THE BOARD

Tham Shook Han
Company Secretary

21 October 2009