

TIH LIMITED
("Company" or "TIH")
Incorporated in the Republic of Singapore
Unique Entity Number: 199400941K

FOLLOW ON INVESTMENT IN BATAVIA ENTERPRISE LIMITED

On 16 May 2014, the Company had announced that its indirectly wholly owned subsidiary, Lilydale International Limited, had entered into a Shareholders Agreement with Albany Road Limited and Harcourt Road Limited (both wholly controlled subsidiaries of the Argyle Street Management Limited ("ASML") group to invest in Batavia Enterprise Limited ("Batavia"), which will undertake property development in Taiwan. TIH had subscribed for 44% of the shares in Batavia while ASML had subscribed for the remaining 56%.

On or about 2 November 2016, TIH and ASML had made a follow on investment in Batavia, of which TIH's pro rata portion is US\$0.13 million (the "Transaction").

ASML is a controlling shareholder of the Company. ASML is therefore an interested person for the purposes of Chapter 9 of the listing manual of the Singapore Exchange Securities Trading Limited.

Save as disclosed in this announcement, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, (other than through their respective shareholdings in the Company) in the Transaction.

FINANCIAL EFFECTS

The transaction is done in the ordinary course of the Company's business and is classified as an investment at fair value through profit or loss. The Company's total commitment in the Transaction of US\$0.13 million (equivalent to approximately S\$0.18 million at exchange rate of US\$1.00: S\$1.3955) is approximately 0.18% of the Group's net asset value ("NAV") as at 31 December 2015 and 0.18% of the Company's market capitalization as at the date of this announcement (based on the last traded share price on 2 November 2016 of S\$0.42 and approximately 242 million issued shares).

VALUE OF INTERESTED PERSON TRANSACTIONS

For the current financial year commencing on 1 January 2016 and up to the date of this announcement, (i) save for the Transaction, the total value of all transactions by the Group with all interested persons is approximately S\$31.5 million, and (ii) the total value of all transactions, including the Transaction, entered into by the Group with ASML and its affiliates is S\$31.68 million. As the total aggregate value of all transactions with ASML and its affiliates during the same financial year exceeds 5% of the Group's "NAV" as at 31 December 2015, Rule 906 of the Listing Manual is applicable.

STATEMENT BY AUDIT COMMITTEE

Pursuant to Rule 916(2) of the SGX Listing Manual, the Audit Committee, having considered the terms of the Transaction, is of the view that: (i) the risks and rewards of the transaction are in proportion to the equity interests held by the Company and ASML; and (ii) the terms of the transaction are not prejudicial to the interests of the Company and its minority shareholders. Therefore, shareholders' approval is not required for this transaction under Rule 916(2) of the SGX Listing Manual.

BY ORDER OF THE BOARD

Allen Wang

CEO

TIH Investment Management Pte. Ltd.

Investment Manager of

TIH Limited

Dated : 2 November 2016