



FRENCKEN GROUP LIMITED
(Company Registration No. 199905084D)

Announcement

RESPONSE TO QUERY FROM SGX

Frencken Group Limited (the "**Company**") refers to the announcement issued on 18 January 2012 with respect to the acquisition of US Motion Inc. ("**USM**"). The Company would like to respond to the following queries raised by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 26 January 2012.

SGX-ST's Queries:

Who is the party that commissioned the valuation of USM by Griffiths, Dreher & Evans, P.S.? What is the basis and date of such valuation?

Company's Response:

The valuation of USM conducted by Griffiths, Dreher & Evans, P.S. was commissioned by the Board of Directors of USM. This valuation was based on the income approach (discounted cash flow valuation) and the date of valuation was 2 August 2011.

On behalf of the Board,

Gooi Soon Hock
Executive Director

27 January 2012

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