

FOR IMMEDIATE RELEASE

FRENCKEN LAUNCHES VOLUNTARY CONDITIONAL OFFER FOR JUKEN

- Frencken is making a voluntary general offer to acquire all the issued and paid up ordinary shares in Juken (excluding Juken treasury shares) on the following basis:
 - (i) S\$0.18 in cash for each Juken Share; or
 - (ii) One new Frencken share to be issued for every 1.8 Juken Shares held, subject to the Cap (as defined below)
- The Offer for Juken is being made after Frencken's shareholders approved the Acquisition of Juken at an EGM today
- The Cash Consideration represents a premium of 28.6% over the last transacted price on the Last Trading Day (as defined below).
- Frencken believes there is a strategic and operational fit between its EMS Division and Juken, and that the Acquisition will create a compelling manufacturing partnership for the merged EMS group.

Singapore, 23 August 2012 – Frencken Group Limited ("**Frencken**") has announced the proposed acquisition of Juken Technology Limited ("**Juken**") ("**Acquisition**") by way of a voluntary general offer (the "**Offer**"), following shareholders' approval at Frencken's Extraordinary General Meeting today.

The Offer is for all issued and paid up ordinary shares in the capital of Juken (excluding issued and paid up ordinary shares held by Juken as treasury shares) (the "**Juken Shares**"), other than those already owned, controlled or agreed to be acquired by Frencken.

Frencken will also be making an offer to holders of outstanding warrants (the "**Warrants**") issued by Juken (the "**Warrants Offer**"), and a proposal to holders of outstanding options (the "**Juken Options**") granted by Juken (the "**Options Proposal**").

The Offer, Warrants Offer and Options Proposal, will be conditional upon Frencken having received, by the close of the Offer, valid acceptances in respect of such number of Juken Shares which will result in Frencken and the parties acting in concert with it holding more than 50% of voting rights attributable to the issued share capital of Juken (excluding the treasury shares) as at the close of the Offer.

Details of the Offer, Warrants Offer and Options Proposal are set out in the offer announcement ("**Offer Announcement**") released on SGXNET for and on behalf of Frencken by DBS Bank Ltd. today.

Rationale for the Acquisition

Frencken believes that there is a strategic and operational fit between its EMS Division and Juken, and that the Acquisition will create a compelling manufacturing partnership for the merged EMS group.

The Acquisition is expected to accelerate the geographical expansion of Frencken's EMS Division to strategic growth regions such as China and India, by leveraging on Juken's established manufacturing bases in these regions. Similarly, by leveraging on Frencken's EMS Division's integrated manufacturing capabilities, Juken can potentially scale the value chain from its current component manufacturing capabilities towards full-fledged integrated manufacturing capabilities.

Besides expanding the merged group's customer base, the addition of Juken's stepper motor and car clock design and manufacturing assets will further enhance and expand the merged EMS group's service offerings, particularly in the automotive sector.

Offer Terms

The Offer will be made on the following basis: either S\$0.18 for each Juken Share ("**Cash Consideration**") or one new Frencken Share ("**New Frencken Share**") to be issued for every 1.8 Juken share, based on an issue price of S\$0.324 per New Frencken Share ("**Shares Consideration**").

Juken Shareholders who accept the Offer shall have the right to elect to receive either (i) the Cash Consideration, (ii) Shares Consideration, or (iii) a combination of both.

The Shares Consideration will be capped at 27,734,113 New Frencken Shares (the "**Cap**"). In the event of excess elections for the Shares Consideration, the Shares Consideration to all Juken shareholders electing for New Frencken Shares will be scaled back on a *pro-rata* basis.

The Cash Consideration of S\$0.18 represents:

- a) a premium of approximately 28.6% over the last transacted price per Juken Share on 13 September 2011 ("**Last Trading Day**") (being the last full day of trading in the Juken Shares on the SGX-ST immediately prior to the joint announcement on 14 September 2011 in relation to the entry into an indicative term sheet relating to the proposed acquisition of Juken by Frencken);
- b) a premium of approximately 26.8% over the volume weighted average price per Juken Share ("**Juken VWAP**") for the one (1)-month period up to and including the Last Trading Day; and
- c) a premium of approximately 24.1% over the Juken VWAP for the three(3)-month period, up to and including the Last Trading Day.

The Offer presents Juken Shareholders who elect to receive Cash Consideration with an opportunity to realise their investment in the Juken Shares in cash at a premium over the various market prices of the Juken Shares above.

Irrevocable Undertakings from Certain Shareholders of Juken

Certain shareholders of Juken, namely Mr. Wong Keng Yin, David, Mr. Wong Lai Huat, William, and Juken Kogyo Co., Ltd, holding in total approximately 29%¹ of Juken Shares, have each provided an irrevocable undertaking to accept the Offer ("**Juken Irrevocable Undertakings**"). Mr. Wong Keng Yin, David and Mr. Wong Lai Huat, William are the Chairman and Chief Executive Officer of Juken. Juken Kogyo Co., Ltd is a specialist precision plastic component designer and manufacturer in Japan.

Details of the Juken Irrevocable Undertakings are set out in the Offer Announcement.

DBS Bank Ltd. is acting as the financial adviser to Frencken in connection with the Offer for Juken.

Any enquiries relating to the Offer should be directed during office hours to:

DBS Bank Ltd. Strategic Advisory

Mr. Keng Kok Sing, Senior Vice President
Tel: (65) 6878 8658

Mr. Law Seng Keat, Vice President

Important Notice

The directors of Frencken (including any director who may have delegated detailed supervision of this press release) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this press release (other than those relating to Juken) are fair and accurate and that there are no material facts not contained in this press release, the omission of which would make any statement in this press release misleading.

Where any information has been extracted or reproduced from published or otherwise publicly available sources or obtained from Juken, the sole responsibility of the directors of Frencken has been to ensure, through reasonable enquiries, that such information is accurately extracted from such sources or, as the case may be, reflected or reproduced in this press release.

The directors of Frencken jointly and severally accept responsibility accordingly.

This press release should be read in conjunction with the full text of the Offer Announcement. A copy of the Offer Announcement is available on www.sgx.com.

¹ Computed based on total issued share capital of Juken of 250,216,017 (excluding treasury shares) as of 23 August 2012

About Frencken

Frencken was incorporated in Singapore on 27 August 1999 and listed on the Main Board of the SGX-ST as ElectroTech Investments Limited in May 2005. The name of the company and its trading counter was changed to "Frencken Group Limited" on 21 July 2009.

Frencken, and together with its subsidiaries (the "Group") is a high-technology capital and consumer equipment service provider that provides complete and integrated one-stop outsourcing solutions in partnership with its customers in the capital equipment, automotive and consumer industries.

The Group's business is classified under two main divisions:

- The Mechatronics Division provides solutions for the design, development and production of complex, high precision industrial machinery and capital equipment for the medical, semiconductor, analytical and industrial automation industries.
- The EMS Division offers integrated design and manufacturing services for automotive, office automation and other consumer products.

Leveraging on the advanced capabilities of strategically located production facilities in The Netherlands, Singapore, Malaysia, China and USA, the Group provides a comprehensive range of product solutions that span the entire value chain - from initial product design, development and prototyping, to engineering, final test, and series manufacturing.

The Group serves a diversified customer base that comprises renowned global companies in the medical, semiconductor, analytical, industrial automation, automotive and office automation industries.

About Juken

Juken was incorporated in Singapore on 29 January 1992 and is listed on the Main Board of the SGX-ST.

Juken, together with its subsidiaries ("**Juken Group**"), specialises in manufacturing a wide variety of precision moulded plastic components that require a high degree of accuracy and durability which are used in automotive, cameras, office equipment, household/industrial appliances, data storage and medical equipments.

In addition, Juken has in-house capabilities for designing and fabricating precision plastic injection moulds. The Juken Group enjoys access to the advanced technology of its major shareholder, Juken Kogyo Co., Ltd, a specialist precision plastic component designer and manufacturer in Japan.

In March 2010, the Juken Group acquired stepper motors and car clocks manufacturing assets previously held by The Swatch Group of Switzerland, enhancing Juken's production of stepper motors and car clocks found in the instrumental cluster of cars.