



FRENCKEN GROUP LIMITED
(Company Registration No. 199905084D)

Announcement

**Proposed Sale And Leaseback of Properties in Penang, Malaysia –
Termination of SPA**

Unless otherwise defined, capitalised terms used in this announcement shall bear the same meaning ascribed to them in the announcement made by the Company on 22 April 2013 in relation to the Proposed Sale and Leaseback of the Properties in Penang, Malaysia, unless otherwise expressly stated or the context otherwise requires.

The Board of Directors (the "Board") of Frencken Group Limited (the "Company") refers to its announcement dated 22 April 2013.

As stated in the announcement, the Sale and Purchase Agreement ("SPA") is conditional upon, inter alia, the approval of the State Authority. Due to certain conditions imposed by the Penang Development Corporation that are not acceptable to the Purchaser, this condition precedent is deemed as not fulfilled. As a result, the parties will not be proceeding with the Proposed Sale and the SPA has been terminated. Accordingly, all amounts paid to-date to the Vendor under the SPA will be refunded to the Purchaser.

On behalf of the Board

Mr. Gooi Soon Hock
Executive Director

21 October 2013

About Frencken Group Limited

Frencken Group is a high-technology capital and consumer equipment service provider of complete and integrated one-stop outsourcing solutions to a diversified customer base comprising of renowned global companies in the medical, semiconductor, analytical, industrial automation, automotive, office automation and consumer industries.

Leveraging on its advanced capabilities and facilities, the Group provides a comprehensive range of product solutions that span the entire value chain – starting from initial product design, development and prototyping, to engineering, final test, and series manufacturing.

The Group's businesses are 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 division has a network of production facilities located in The Netherlands, Singapore, China, Malaysia and USA.*
- *The **IMS Division** offers integrated design and manufacturing services for automotive, office automation, consumer and industrial products. The division has multiple manufacturing facilities located in Southeast Asia (Malaysia, Thailand, Singapore and Indonesia), China and India, as well as a design and development facility in Switzerland.*

MEDIA AND INVESTOR RELATIONS CONTACT

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