

FOR IMMEDIATE RELEASE

**Frencken Group Limited
launches
Pre-Conditional Voluntary General Offer
for
Juken Technology Limited**

- Frencken Group Limited ("**Frencken**") has made a pre-conditional voluntary general offer to acquire all the issued and paid up ordinary shares in Juken Technology Limited ("**Juken**") (excluding Juken treasury shares) on the following basis:
 - (i) A cash consideration of S\$0.18 for each Juken share ("**Cash Consideration**"); **OR**
 - (ii) A share consideration of one new Frencken share to be issued for every 1.8 Juken shares held, subject to the Cap (as defined below) ("**Shares Consideration**").
- The voluntary general offer for Juken (the "**Offer**") will only be made after Frencken receives shareholders' approval for the proposed acquisition of Juken at an EGM (the "**Pre-Condition**"), details of which will be announced separately.
- The Cash Consideration represents a premium of 28.6% over the last transacted price per Juken Share on the Last Trading Day (as defined below).
- Frencken believes that there is a strategic and operational fit between its EMS Division and Juken, and that the proposed acquisition will create a compelling manufacturing partnership for the merged EMS group.

Singapore, 16 May 2012 – Frencken announces the proposed acquisition of Juken ("**Proposed Acquisition**") by way of a pre-conditional voluntary general offer ("**Pre-Conditional Voluntary General Offer**"). Details of the Pre-Condition are set out under the section "Frencken Shareholders Approval" below.

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

Details of the Pre-Conditional Voluntary General Offer, Warrants Offer and Options Proposal are set out in the Pre-Conditional 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 fit between its EMS Division and Juken, and that the Proposed Acquisition will create a compelling manufacturing partnership for the merged EMS group. The Proposed Acquisition is expected to accelerate the geographical expansion of Frencken's EMS Division's integrated manufacturing services 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, the existing Juken manufacturing sites can potentially scale the value chain from its current component manufacturing capabilities towards full-fledged integrated manufacturing capabilities.

Apart from the expansion of 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 group's service offerings – particularly in the automotive sector.

Offer Terms

Subject to the satisfaction or waiver of the Pre-Condition, the Offer, if and when made, will be on the following basis: either S\$0.18 for each Juken share or Shares Consideration of 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.

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**") at the conversion ratio of 1.8 Juken Shares : 1 New Frencken Share.

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 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), a premium of approximately 26.8% over the one (1)-month volume weighted average price per share of Juken Share on the SGX-ST ("**Juken VWAP**"), and a premium of approximately 24.1% over the three (3)-month Juken VWAP, for the period up to and including the Last Trading Day.

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, have each provided an irrevocable undertaking to accept the Offer ("**Juken Irrevocable Undertakings**").

Details of the Juken Irrevocable Undertakings are as set out in Pre-Conditional Offer Announcement.

Frencken Shareholders' Approval

The Proposed Acquisition is subject to the approval of the shareholders of Frencken at a general meeting of Frencken ("**EGM**") by way of ordinary resolutions ("**Pre-Condition**").

Consequently, the Offer, the Warrants Offer, and the Options Proposal will not be made unless and until the Pre-Condition has been satisfied or waived.

A circular setting out relevant information pertaining to the transaction will be despatched in due course to the shareholders of Frencken, together with the notice of the EGM.

DBS Bank Ltd. has been appointed as the financial adviser to Frencken in relation to the Proposed Acquisition.

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 Pre-Conditional Offer Announcement. A copy of the Pre-Conditional Offer Announcement is available on www.sgx.com .

About Frencken

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

Frencken, together with its subsidiaries (the "**Frencken Group**"), is a global high-tech capital and consumer equipment service provider that offers integrated outsourcing solutions. The Frencken Group serves the capital equipment and consumer industries through its mechatronics and electronics manufacturing services divisions respectively.

With operations based in the Netherlands, United States of America, Singapore, Malaysia and the People's Republic of China, the Frencken Group provides a spectrum of contract manufacturing services, spanning product design and development, engineering, prototyping, tooling design and manufacture, plastics and metal components manufacture and the final test and assembly of complex modules, box build products, machines and equipment.

About Juken

Juken was incorporated in Singapore on 29 January 1992 and is currently listed on the Main Board of the SGX. Juken, together with its subsidiaries, 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.