



FRENCKEN GROUP LIMITED
(Company Registration No. 199905084D)

Announcement

DISSOLUTION OF DORMANT SUBSIDIARY IN MALAYSIA

The Board of Directors of Frencken Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that it is in the process of dissolving its wholly-owned subsidiary, ETLA Technology (M) Sdn. Bhd. (“ETLA Tech”) pursuant to members’ voluntary liquidation proceedings.

ETLA Tech is a dormant company. Due to the significant depreciation of the Malaysian Ringgit against the Singapore Dollar, the dissolution of ETLA Tech is expected to result in a non-cash exceptional item of S\$1.5 million and have the effect of reducing the Group’s earnings per share by approximately 0.37 cents for the financial year ended 31 December 2015 (“FY2015”). However, it will have no impact on the Group’s net tangible assets per share for FY2015.

On behalf of the Board,

Sim Mong Huat
Executive Director

16 February 2016

About Frencken Group Limited

Frencken Group is a high-technology capital equipment and consumer product service provider of complete and integrated one-stop outsourcing solutions to a diversified customer base comprising of renowned global companies.

Leveraging on its advanced capabilities and strategically located facilities, 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’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 operating sites in Southeast Asia (Malaysia, Thailand, Singapore and Indonesia), China, India, Switzerland and The Netherlands.*

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