

## ANNOUNCEMENT

### DISPOSAL OF SHAREHOLDING IN JOINT VENTURE COMPANY

The Straits Trading Company Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that its wholly-owned subsidiary, STC International (Australia) Pty Ltd (the “**Seller**”), has entered into a share sale agreement dated 4 July 2016 (the “**Share Sale Agreement**”) in relation to the disposal by the Seller of its entire interest of one ordinary share (the “**Sale Share**”) in the issued and paid-up share capital of Coastal Coffees Pty Ltd (“**CCPL**”), to Dome Coffees Australia Pty Ltd (the “**Purchaser**”), a third party purchaser incorporated in Australia (the “**Disposal**”). Following the completion of the Disposal on 4 July 2016, CCPL has ceased to be a joint venture company of the Group.

The total consideration for the Sale Share of AUD100,000, which was paid in cash on the completion of the Disposal, was arrived at after arm’s length negotiations on a willing-buyer willing-seller basis and taking into account, *inter alia*, the net asset value of CCPL based on the latest unaudited financial statements of CCPL as at 30 June 2015. The book value and the net tangible asset value attributable to the Sale Share as at 30 June 2015 was approximately AUD266,000.

As all of the relative figures for the Disposal computed on the bases set out in Rule 1006 of the listing manual of the Singapore Exchange Securities Trading Limited amount to less than 5%, the Disposal is not a discloseable transaction under Chapter 10 of the listing manual. The Disposal is not expected to have any material impact on the net tangible asset or earnings per share of the Group for the financial year ending 31 December 2016.

None of the Directors or controlling shareholders of the Company have any interest, direct or indirect, in the Disposal, other than through their respective interests in the Company.

A copy of the Share Sale Agreement is available for inspection by shareholders of the Company during normal business hours at the registered office of the Company at 9 Battery Road #28-01, Straits Trading Building, Singapore 049910 for three months from the date of this Announcement.

By Order of the Board

Aldric Tan Jee Wei  
Company Secretary  
**The Straits Trading Company Limited**

4 July 2016  
Singapore

This Announcement will be available at the Company’s website at <http://www.stc.com.sg>

## **About The Straits Trading Company Limited**

Incorporated in 1887, The Straits Trading Company Limited is an investment company with stakes in real estate, hospitality, resources and investments that span the Asia Pacific region. It owns a 89.5% stake in Straits Real Estate, a co-investment vehicle that seeks out real estate related investments & opportunities. It also owns a 20.1% stake in SGX-listed ARA Asset Management Limited, one of the largest real estate fund managers in the region, and has a 30% interest in Far East Hospitality Holdings, one of the largest hospitality operators in Asia Pacific. Straits Trading also engages in tin mining and smelting through its 54.8% owned subsidiary, Malaysia Smelting Corporation Berhad, that is dual listed on Bursa Malaysia and SGX-ST.