

Far East Group Limited (Company Registration No.:196400096C) (Incorporated in the Republic of Singapore on 18 March 1964)

## LETTERS OF DEMAND SERVED ON FE & B ENGINEERING (M) SDN BHD, A WHOLLY-OWNED SUBSIDIARY OF FAR EAST GROUP LIMITED

The Board of Directors of Far East Group Limited (the "**Company**") wishes to announce that the Company's wholly-owned subsidiary, FE & B Engineering (M) Sdn Bhd ("**FE&B**"), had on 9 April 2013 and 11 April 2013 received letters of demand (the "**Letters of Demand**") from the solicitors acting for E.I. Du Pont De Nemours and Company ("**DuPont**") in Malaysia. DuPont is a science and technology-based company listed on the New York Stock Exchange.

Pursuant to the Letters of Demand, DuPont is claiming that: (i) it is the registered patent owner of the Malaysian Patent Number MY-124307-A ("**MY307 Patent**") entitled "Constant Boiling Compositions of Fluorinated Hydrocarbons", which relates to refrigerant gas R410A, and the Malaysian Patent Number MY-116821-A ("**MY821 Patent**") entitled "Constant Boiling Compositions of Fluorinated Hydrocarbons", which relates to refrigerant gas R407C; and (ii) FE&B, acting through its directors, officers or employees, servants, agents or otherwise, has been importing, manufacturing, supplying, offering for sale, selling and/or commercially using refrigerant gases under the brand name "Snowice R410A" and "Snowice R407C" (the "Infringing Products") which each directly infringes the MY307 Patent and MY821 Patent respectively.

DuPont demands, *inter alia*, that FE&B immediately cease and desist from importing, manufacturing, supplying, offering for sale, selling and/or stocking for the purpose of offering for sale, selling and/or commercially using the Infringing Products (the "**Alleged Infringing Acts**").

FE&B had clarified with DuPont that it had acted as a reseller of the Infringing Products and that the brand "Snowice" did not belong to FE&B. FE&B has thus refuted DuPont's claims that it had imported, manufactured, supplied and/or commercially used the Infringing Products under FE&B's own brand. DuPont has accepted FE&B's position in relation to the Alleged Infringing Acts.

The Company also wishes to inform shareholders that FE&B has ceased all sales of the Infringing Products. FE&B has also cooperated with DuPont by delivering the relevant documents and information to DuPont as requested in the Letters of Demand and it will be making a public apology for the selling and distributing of the Infringing Products as demanded in the Letters of Demand.

FE&B is still in discussion with DuPont on other matters referred to in the Letters of Demand and will endeavour to work with DuPont to reach a resolution. The Company will update shareholders on material developments in relation to FE&B's discussions with DuPont.

## BY ORDER OF THE BOARD

Steven Loh Mun Yew Chief Executive Officer and Executive Director 30 May 2013 This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("Sponsor"), Canaccord Genuity Singapore Pte. Ltd. for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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