



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

INCORPORATION OF A NEW SUBSIDIARY

The board of directors (the “**Board**” or the “**Directors**”) of Far East Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Company has incorporated a subsidiary, PT. Far East Refrigeration Indonesia (“**Far East Indonesia**”). The details of Far East Indonesia are as follows:

Name:	PT. Far East Refrigeration Indonesia
Country of incorporation:	Indonesia
Issued and paid-up capital:	USD300,000
Percentage of issued and paid-up capital held:	a. Far East Group Limited holds 95% of the total issued and paid-up capital; and b. Edenkool Pte Ltd, a wholly-owned subsidiary of the Group, holds 5% of the total issued and paid-up capital.
Principal activities:	Trading of electrical, refrigeration and air-conditioning equipment and parts to the heating, ventilation, air-conditioning and refrigeration (“ HVAC&R ”) industry.

The incorporation of Far East Indonesia forms part of the Group’s strategy to widen its distribution network in Southeast Asia and invariably opens up new market opportunities. Establishing a footprint in Indonesia better positions the Group to penetrate the Indonesian market while enhancing service quality and support to existing customers.

The initial investment in Far East Indonesia is funded through the Group’s internal resources and loan borrowings and is not expected to have any material impact on the net tangible assets and earnings per share of the Company and the Group for the current financial year ending 31 December 2017.

None of the Directors, controlling shareholders or substantial shareholders of the Company and their respective associates has any interest, direct or indirect, in the incorporation of Far East Indonesia, save for their shareholdings in the Company, if any.

BY ORDER OF THE BOARD

Loh Mun Yew
Chief Executive Officer and Executive Director
5 May 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, SAC Advisors Private Limited ("**Sponsor**"), 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.

The contact person for the Sponsor is Ms. Lee Khai Yinn (Telephone: (65) 6532 3829) at 1 Robinson Road, #21-02, AIA Tower, Singapore 048542. SAC Capital Private Limited is the parent company of SAC Advisors Private Limited.