



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

INCORPORATION OF A NEW ASSOCIATED COMPANY

The Board of Directors (the “**Board**”) of Far East Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company, together with Tempcool Engineering (S) Pte. Ltd. and Lin Myint Mo Trading Co., Ltd., has incorporated a new company, Coolwerkz Engineering Limited (“**Coolwerkz**”). The details of Coolwerkz are as follows:

Name:	Coolwerkz Engineering Limited
Country of incorporation:	Myanmar
Issued capital:	USD 250,000 comprising 250,000 ordinary shares of USD 1 each
Percentage of issued and paid-up capital held:	<ol style="list-style-type: none">Far East Group Limited holds 40% of the total issued and paid-up capital;Tempcool Engineering (S) Pte. Ltd. holds 30% of the total issued and paid-up capital; andLin Myint Mo Trading Co., Ltd. holds 30% of the total issued and paid-up capital.
Principal activities:	Provision of engineering (design, installation and commissioning) services, consultancy and maintenance works in Myanmar.

The investment in Coolwerkz forms part of the Group’s strategy to widen its distribution network and service offerings in Southeast Asia, and invariably opens up new market opportunities. The provision of engineering (design, installation and commissioning) services by Coolwerkz is intended to fill the gap in demand and supply, as Coolwerkz will be able to provide a turnkey Heating, Air-conditioning and Refrigeration (HVAC&R) solution to customers, and address needs and requirements of customers. Establishing a footprint in Myanmar better positions the Group to penetrate the emerging and growing Myanmar market, while enhancing service quality and support to existing customers.

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

Mr. Loh Mun Yew, the Chief Executive Officer and Executive Director of the Company, has been appointed as a director and the chairman of the board of directors of Coolwerkz.

Save as disclosed above, 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 Coolwerkz, save for their shareholdings in the Company, if any.

By Order of the Board

Loh Mun Yew
Chief Executive Officer and Executive Director
22 September 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, SAC Advisors Private Limited (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**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. The SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, 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.