



## THAKRAL CORPORATION LTD

(Incorporated in the Republic of Singapore on 7 October 1993)  
(Company Registration No. 199306606E)

### ANNOUNCEMENT

#### INTERESTED PERSON TRANSACTIONS IN AGGREGATE EXCEEDING 3% OF LATEST AUDITED NTA

The Board of Directors of Thakral Corporation Ltd (the “Company” and together with its subsidiaries, the “Group”) would like to announce that the Company has, through its wholly owned subsidiary in Hong Kong, entered into the following transactions with Thakral Brothers Pte Ltd (“TBPL”) and Astral Computers Pte Ltd (“Astral”) in the normal course of business (the “Transactions”) which have aggregated to the total transactions not covered under the Interested Person Transactions Mandate to exceed 3% of the latest audited net tangible asset value of the Group:

Date of transaction	Subsidiary	Nature of Transaction	Related Counterparty	Value (S\$ Million)
27/Jun/07	Thakral Corporation (HK) Ltd.	Purchase of goods for trading purposes	Astral Computers Pte Ltd	2.2
27/Jun/07	Thakral Corporation (HK) Ltd.	Sale of goods for trading purposes	Thakral Brothers Pte Ltd	0.4
<b>TOTAL</b>				<b>2.6</b>

#### Rationale

The Company had not sought renewal of the Interested Person Transactions Mandate at its Annual General Meeting held on 26 April 2007 in view of the substantial decline in the frequency and value of such transactions. The IPT Mandate (“Mandate”) covered on-going transactions with TBPL and its group companies (“Thakral Singapore”). The Group, however, has continued to transact with Thakral Singapore for products where it has been to the advantage of the Group to do so. The above Transactions were entered into in the normal course of the Group’s business and have caused the aggregate value of such transactions subsequent to the expiry of the Mandate to exceed the 3% threshold under Chapter 9 of the Listing Manual. Such transactions are being continuously monitored by the Audit Committee.

#### Interested Person Transaction

The Transactions are interested person transactions because TBPL is a company partially owned by members of the Thakral family, including Mr Kartar Singh Thakral and Mr Inderbethyl Singh Thakral. Mr Kartar Singh Thakral is the Chairman and an executive Director of the Company and Mr Inderbethyl Singh Thakral is a non-executive Director of the Company (and was also the Group Managing Director and Chief Executive Officer of the Company until 6 October 2006).

Astral is a wholly owned subsidiary of Dartmoor Pte Ltd which is ultimately 100% beneficially owned by Mr Inderbethyl Singh Thakral.

### Discloseable Transaction

Details of transactions (exceeding S\$100,000 each) entered into by the Group with Thakral Singapore and with all interested persons during the current financial year are as below:

Description	Approximate value (S\$ Million)	Approximate % of audited net tangible assets as at 31 December 2006	Remarks
Aggregate value of all interested person transactions before the Transactions	6.1	2.5	Not falling under the earlier Mandate (valid until 26 April 2007)
Value of current Transactions	2.6	1	
<b>Sub-total</b>	<b>8.7</b>	<b>3.5</b>	
Aggregate value of transactions conducted under the earlier Mandate	4.8	2	
Current total value of all interested person transactions	13.5	5.5	

As the Transactions cause the threshold of 3% of audited net tangible assets for Interested Persons Transactions to be exceeded, the Transactions are accordingly discloseable transactions under Chapter 9 of the Listing Manual. Shareholders' approval is not required for the Transactions as the total transacted value is less than 5% of the Group's latest audited net tangible assets.

### Audit Committee Statement

The Audit Committee of the Company, having reviewed the terms and value of the Transactions, is of the view that the Transactions are conducted on normal commercial terms and are not prejudicial to the interests of the Company and its minority shareholders.

### Financial Effects

The Transactions are not expected to have any material effect on the net profits, earnings per share and net tangible assets per share of the Group for the financial year ending 31 December 2007.

### Directors and Controlling Shareholders' Interests

Save as disclosed in this announcement, none of the directors and controlling shareholders of the Company has any interest, direct or indirect, in the Transactions.

By Order of the Board

Natarajan Subramaniam  
 Director  
 6 July 2007  
 Singapore