



GLOBAL INVESTMENTS
LIMITED

GLOBAL INVESTMENTS LIMITED

(A mutual fund company incorporated with limited liability in Bermuda)

LETTER TO SHAREHOLDERS – 2 APRIL 2013



GLOBAL INVESTMENTS LIMITED

(A mutual fund company incorporated with limited liability in Bermuda)

Board of Directors

Mr Boon Swan Foo (Chairman and Non-Executive Director)
Ms Tan Mui Hong (Deputy Chairman and Manager Nominated Director)
Mr Adrian Chan Pengee (Independent Director)
Mr Ronald Seah Lim Siang (Independent Director)
Mr Tan Kok Wee (Independent Director)

2 April 2013

To: The Shareholders of
Global Investments Limited

Dear Sir/Madam

1. INTRODUCTION

1.1 We refer to:

- (a) the Notice of Annual General Meeting of Global Investments Limited (the “**Company**”) dated 2 April 2013 (the “**Notice**”), accompanying the Annual Report 2012, convening the 2013 Annual General Meeting (the “**2013 AGM**”) of the Company to be held on 29 April 2013; and
- (b) Resolution 8, being the Ordinary Resolution relating to the proposed renewal of the mandate (the “**Share Purchase Mandate**”) given by the shareholders of the Company (the “**Shareholders**”) at the Annual General Meeting held on 19 April 2012 (the “**2012 AGM**”) to enable the Company to purchase or otherwise acquire its issued ordinary shares of S\$0.01 each in the capital of the Company (“**Shares**”).

2. PROPOSED RENEWAL OF THE SHARE PURCHASE MANDATE

2.1 Background

At the 2012 AGM, the Shareholders had approved, *inter alia*, the renewal of the Share Purchase Mandate. The authority and limitations on the Share Purchase Mandate were set out in the letter to Shareholders dated 27 March 2012 and Ordinary Resolution 8 set out in the notice of the 2012 AGM dated 27 March 2012.

The Share Purchase Mandate was expressed to take effect on the date of the passing of Ordinary Resolution 8 at the 2012 AGM and will expire on the conclusion of the 2013 AGM. Accordingly, the Directors propose that the Share Purchase Mandate be renewed at the 2013 AGM.

The Company has not made any purchases or acquisitions of its Shares pursuant to the Share Purchase Mandate.

2.2 Rationale for Proposed Renewal of the Share Purchase Mandate

The rationale for the Company to undertake the purchase or acquisition of its Shares is as follows:

- (a) in line with international practice, the Share Purchase Mandate will provide the Company with greater flexibility in managing its capital and maximising returns to its Shareholders. To the extent that the Company has capital and surplus funds which are in excess of its possible financial needs, taking into account its growth and expansion plans, the Share Purchase Mandate will facilitate the return of excess cash and surplus funds to Shareholders in an expedient, effective and cost-efficient manner;
- (b) share repurchase programmes help buffer short-term share price volatility and off-set the effects of short-term speculation by investors and, in turn, bolster Shareholder confidence; and
- (c) the Share Purchase Mandate will provide the Company the flexibility to undertake share repurchases at any time, subject to market conditions, during the period when the Share Purchase Mandate is in force. The purchases or acquisitions may, depending on market conditions at the relevant time, lead to an enhancement of the net asset value and/or earnings per share and would allow the Company to optimally allocate its resources and maximise Share value and is one of the ways through which the return on equity of the Company and its subsidiaries (the “Group”) may be enhanced.

The purchase or acquisition of Shares will only be undertaken if it can benefit the Company and the Shareholders. While the Share Purchase Mandate would authorise a purchase or acquisition of Shares up to the 10 per cent. limit described in paragraph 2.3 below, Shareholders should note that purchases or acquisitions of Shares pursuant to the Share Purchase Mandate may not be carried out to the full 10 per cent. limit as authorised and no purchase or acquisition of Shares will be made in circumstances which would have or may have a material adverse effect on the liquidity and capital adequacy position or financial position of the Company or the Group as a whole.

2.3 Authority and Limits of the Share Purchase Mandate

The authority relating to, and limitations placed on, purchases or acquisitions of Shares by the Company under the Share Purchase Mandate, if renewed at the 2013 AGM, are summarised below:

2.3.1 Maximum Number of Shares

Only Shares which are issued and fully paid-up may be purchased or acquired by the Company. The total number of Shares which may be purchased or acquired by the Company pursuant to the Share Purchase Mandate is limited to that number of Shares representing not more than 10 per cent. of the issued Shares of the Company as at the date of the 2013 AGM (subject to any proportionate adjustments as may result from any capital subdivision and/or consolidation of the Company).

2.3.2 Duration of Authority

Purchases or acquisitions of Shares may be made, at any time and from time to time, on and from the date of the 2013 AGM at which the renewal of the Share Purchase Mandate is approved, up to:

- (i) the conclusion of the next annual general meeting of the Company or the date by which the next annual general meeting of the Company is required by law to be held; or
- (ii) the date on which the authority conferred by the Share Purchase Mandate is varied or revoked by the Company in general meeting; or
- (iii) the date on which purchases and acquisitions of Shares pursuant to the Share Purchase Mandate are carried out to the full extent mandated,

whichever is the earliest.

2.3.3 Manner of Purchases or Acquisitions of Shares

Purchases or acquisitions of Shares may be made by way of:

- (i) On-market purchases (“**Market Purchases**”) of Shares transacted on the SGX-ST through one or more duly licensed dealers appointed by the Company for the purpose; and/or
- (ii) Off-market purchases (“**Off-Market Purchases**”) of Shares made in accordance with an equal access scheme.

The Directors may impose such terms and conditions which are not inconsistent with the Share Purchase Mandate, the Memorandum of Association of the Company, the bye-laws of the Company (the “**Bye-laws**”), the listing manual of the SGX-ST (the “**Listing Manual**”) and the Companies Act 1981 of Bermuda, as amended or modified from time to time (the “**Bermuda Companies Act**”), as they consider fit in the interests of the Company in connection with or in relation to any Off-Market Purchases. An Off-Market Purchase must, however, satisfy all the following conditions:

- (a) offers for the purchase or acquisition of Shares shall be made to every person who holds Shares to purchase or acquire the same percentage of their Shares;
- (b) all of those persons shall be given a reasonable opportunity to accept the offers made; and
- (c) the terms of all the offers are the same, except that there shall be disregarded (1) differences in consideration attributable to the fact that offers may relate to Shares with different accrued dividend entitlements; and (2) differences in the offers introduced solely to ensure that each person is left with a whole number of Shares.

If the Company wishes to make an Off-Market Purchase in accordance with an equal access scheme, it will issue an offer document containing at least the following information:

- (I) the terms and conditions of the offer;
- (II) the period and procedures for acceptances; and
- (III) the information required under Rules 883(2), (3), (4), (5) and (6) of the Listing Manual.

2.3.4 Purchase Price

The purchase price (excluding related brokerage, commission, applicable goods and services tax, stamp duties, clearance fees and other related expenses) to be paid for a Share will be determined by the Directors subject to, and in accordance with, the Listing Manual and the Bye-laws. The purchase price to be paid for the Shares as determined by the Directors, in the case of a Market Purchase and an Off-Market Purchase pursuant to an equal access scheme, must not exceed:

- (a) in the case of a Market Purchase, 105 per cent. of the Average Closing Price of the Shares; and
- (b) in the case of an Off-Market Purchase, 120 per cent. of the Average Closing Price of the Shares,

in each case, excluding related expenses of the purchase or acquisition.

For these purposes:

“Average Closing Price” means the average of the last dealt prices of a Share for the five consecutive Market Days on which the Shares are transacted on the SGX-ST immediately preceding the date of the Market Purchase by the Company or, as the case may be, the Date of the making of the offer pursuant to the Off-Market Purchase, and deemed to be adjusted, in accordance with the rules of the SGX-ST, for any corporate action that occurs after the relevant five-day period;

“Date of the making of the offer” means the date on which the Company announces its intention to make an offer for the purchase or acquisition of Shares from holders of Shares, stating therein the purchase price (which shall not be more than the maximum price calculated on the foregoing basis) for each Share and the relevant terms of the equal access scheme for effecting the Off-Market Purchase; and

“Market Day” means a day on which the SGX-ST is open for trading in securities.

2.4 Status of Purchased Shares

Shares purchased or acquired by the Company, in its capacity as a mutual fund company under Bermuda law, are deemed cancelled immediately on purchase or acquisition (and all rights and privileges attached to the Shares will expire on such cancellation). Accordingly, the issued share capital of the Company, but not the Company’s authorised share capital, will be diminished by the nominal value of those Shares purchased or acquired by the Company. The Company will be able to issue Shares equal in aggregate par value to the aggregate par value of those Shares purchased and cancelled as if those Shares had never been issued.

2.5 Source of Funds

Pursuant to the Bye-laws and the Bermuda Companies Act, the Company may repay the capital paid-up on purchased or acquired Shares out of paid-in capital, share premium or other reserves and pay the premium (if any) on purchased or acquired Shares out of the realised or unrealised profits of the Company, share premium or other reserves of the Company.

The Company intends to utilise its internal funds to finance its purchase or acquisition of the Shares. The Company does not intend to obtain or incur any borrowings to finance its purchase or acquisition of the Shares. The Directors do not propose to exercise the Share Purchase Mandate in a manner and to such extent that it would materially affect the working capital requirements of the Group.

2.6 Financial Effects

The financial effects on the Company and the Group arising from purchases or acquisitions of Shares which may be made pursuant to the Share Purchase Mandate will depend on, *inter alia*, whether the Shares are purchased or acquired out of profits and/or capital of the Company, the number of Shares purchased or acquired and the price paid for such Shares. The financial effects on the Company and the Group arising from purchases or acquisitions of Shares pursuant to the Share Purchase Mandate, based on the audited financial statements of the Company and the Group for the financial year ended 31 December 2012, are based on the assumptions set out below.

2.6.1 Purchase or Acquisition out of Capital or Profits

Pursuant to the Bye-laws and the Bermuda Companies Act, the Company may repay the capital paid-up on purchased or acquired Shares out of paid-in capital, share premium or other reserves and pay the premium (if any) on purchased or acquired Shares out of the realised or unrealised profits of the Company, share premium or other reserves of the Company, so long as the Company is, and shall after the payment be, able to pay its liabilities as they become due.

There will be no impact on the amount available for the distribution of cash dividends by the Company where purchases or acquisitions of Shares by the Company are made out of the Company's capital.

Where purchases or acquisitions of Shares by the Company are made out of profits (if any), the amount available for the distribution of cash dividends by the Company will be correspondingly reduced.

2.6.2 Number of Shares Acquired or Purchased

As at 19 March 2013 (the "**Latest Practicable Date**"), the issued capital of the Company comprised 825,312,780 Shares. No Shares are reserved for issue by the Company as at the Latest Practicable Date. Purely for illustrative purposes, on the basis of 825,312,780 Shares in issue as at the Latest Practicable Date, the purchase by the Company of 10 per cent. of its issued Shares will result in the purchase or acquisition of 82,531,278 Shares.

2.6.3 Maximum Price Paid for Shares Acquired or Purchased

In the case of Market Purchases by the Company and assuming that the Company purchases or acquires 82,531,278 Shares at the maximum price of S\$0.1764 for one Share (being the price equivalent to 105 per cent. of the Average Closing Price of the Shares for the five consecutive Market Days on which the Shares were traded on the SGX-ST immediately preceding the Latest Practicable Date), the maximum amount of funds required for the purchase or acquisition of 82,531,278 Shares is approximately S\$14,558,517.

In the case of Off-Market Purchases by the Company and assuming that the Company purchases or acquires 82,531,278 Shares at the maximum price of S\$0.2016 for one Share (being the price equivalent to 120 per cent. of the Average Closing Price of the Shares for five consecutive Market Days on which the Shares were traded on the SGX-ST immediately preceding the Latest Practicable Date), the maximum amount of funds required for the purchase or acquisition of 82,531,278 Shares is approximately S\$16,638,306.

2.7 Illustrative Financial Effects

For illustrative purposes only and on the basis of the assumptions set out in paragraphs 2.6.2 and 2.6.3 above, the financial effects of the:

- (a) purchase or acquisition of 82,531,278 Shares by the Company pursuant to the Share Purchase Mandate by way of Market Purchases; and
- (b) purchase or acquisition of 82,531,278 Shares by the Company pursuant to the Share Purchase Mandate by way of Off-Market Purchases,

on the consolidated financial statements of the Company and the Group for the financial year ended 31 December 2012 would have been as follows:

(a) Market Purchase

	Group		Company	
	Before share purchase As at 31 December 2012 S\$'000	After share purchase As at 31 December 2012 S\$'000	Before share purchase As at 31 December 2012 S\$'000	After share purchase As at 31 December 2012 S\$'000
Non-current assets				
Investment in associate	4,555	4,555	–	–
Investment in subsidiaries	–	–	101,411	101,411
Loans and receivables	79,925	79,925	–	–
	<u>84,480</u>	<u>84,480</u>	<u>101,411</u>	<u>101,411</u>
Current assets				
Cash and cash equivalents	24,508	9,949	18,270	3,711
Aircraft	28,707	28,707	–	–
Financial assets at fair value through profit or loss	8,777	8,777	8,777	8,777
Available-for-sale financial assets	58,753	58,753	39,961	39,961
Intercompany receivables	–	–	22,316	22,316
Other assets	257	257	164	164
	<u>121,002</u>	<u>106,443</u>	<u>89,488</u>	<u>74,929</u>
Total assets	<u>205,482</u>	<u>190,923</u>	<u>190,899</u>	<u>176,340</u>
Liabilities				
Interest bearing liabilities	14,037	14,037	–	–
Other liabilities	1,361	1,361	815	815
Total liabilities	<u>15,398</u>	<u>15,398</u>	<u>815</u>	<u>815</u>
Net assets attributable to Shareholders	<u>190,084</u>	<u>175,525</u>	<u>190,084</u>	<u>175,525</u>
Equity				
Share capital	450,433	435,874	450,433	435,874
Capital reserve	(65,846)	(65,846)	(65,846)	(65,846)
Available-for-sale financial assets revaluation reserve	19,301	19,301	2,773	2,773
Translation reserve	(2,546)	(2,546)	–	–
Accumulated losses	(211,258)	(211,258)	(197,276)	(197,276)
Total equity	<u>190,084</u>	<u>175,525</u>	<u>190,084</u>	<u>175,525</u>
No. of issued and paid-up Shares (in thousands)	<u>825,313</u>	<u>742,782</u>	<u>825,313</u>	<u>742,782</u>
Weighted average number of Shares (in thousands)	<u>752,052</u>	<u>669,521</u>	<u>752,052</u>	<u>669,521</u>
Net profit	<u>19,057</u>	<u>19,057</u>	<u>13,108</u>	<u>13,108</u>
Basic earnings per Share (cents per Share)	<u>2.53</u>	<u>2.85</u>	<u>1.74</u>	<u>1.96</u>
Net asset value per ordinary Share (S\$ per Share)	<u>0.230</u>	<u>0.236</u>	<u>0.230</u>	<u>0.236</u>

(b) Off-Market Purchase

	Group		Company	
	Before share purchase As at 31 December 2012 S\$'000	After share purchase As at 31 December 2012 S\$'000	Before share purchase As at 31 December 2012 S\$'000	After share purchase As at 31 December 2012 S\$'000
Non-current assets				
Investment in associate	4,555	4,555	–	–
Investment in subsidiaries	–	–	101,411	101,411
Loans and receivables	79,925	79,925	–	–
	<u>84,480</u>	<u>84,480</u>	<u>101,411</u>	<u>101,411</u>
Current assets				
Cash and cash equivalents	24,508	7,870	18,270	1,632
Aircraft	28,707	28,707	–	–
Financial assets at fair value through profit or loss	8,777	8,777	8,777	8,777
Available-for-sale financial assets	58,753	58,753	39,961	39,961
Intercompany receivables	–	–	22,316	22,316
Other assets	257	257	164	164
	<u>121,002</u>	<u>104,364</u>	<u>89,488</u>	<u>72,850</u>
Total assets	<u>205,482</u>	<u>188,844</u>	<u>190,899</u>	<u>174,261</u>
Liabilities				
Interest bearing liabilities	14,037	14,037	–	–
Other liabilities	1,361	1,361	815	815
Total liabilities	<u>15,398</u>	<u>15,398</u>	<u>815</u>	<u>815</u>
Net assets attributable to Shareholders	<u>190,084</u>	<u>173,446</u>	<u>190,084</u>	<u>173,446</u>
Equity				
Share capital	450,433	433,795	450,433	433,795
Capital reserve	(65,846)	(65,846)	(65,846)	(65,846)
Available-for-sale financial assets revaluation reserve	19,301	19,301	2,773	2,773
Translation reserve	(2,546)	(2,546)	–	–
Accumulated losses	(211,258)	(211,258)	(197,276)	(197,276)
Total equity	<u>190,084</u>	<u>173,446</u>	<u>190,084</u>	<u>173,446</u>
No. of issued and paid-up Shares (in thousands)	<u>825,313</u>	<u>742,782</u>	<u>825,313</u>	<u>742,782</u>
Weighted average number of Shares (in thousands)	<u>752,052</u>	<u>669,521</u>	<u>752,052</u>	<u>669,521</u>
Net Profit	<u>19,057</u>	<u>19,057</u>	<u>13,108</u>	<u>13,108</u>
Basic earnings per Share (cents per Share)	<u>2.53</u>	<u>2.85</u>	<u>1.74</u>	<u>1.96</u>
Net asset value per ordinary Share (S\$ per Share)	<u>0.230</u>	<u>0.234</u>	<u>0.230</u>	<u>0.234</u>

Shareholders should note that the financial effects set out above, based on the respective aforementioned assumptions, are for illustration purposes only. In particular, it is important to note that the above analysis is based on historical numbers for the financial year ended 31 December 2012, and is not necessarily representative of future financial performance.

Although the Share Purchase Mandate would authorise the Company to purchase or acquire up to 10 per cent. of the issued Shares, the Company may not necessarily purchase or acquire or be able to purchase or acquire the entire 10 per cent. of the issued Shares.

IN PARTICULAR, THE DIRECTORS DO NOT INTEND TO EXERCISE THE SHARE PURCHASE MANDATE UP TO THE MAXIMUM LIMIT AND TO SUCH AN EXTENT IF SUCH EXERCISE WOULD MATERIALLY AND ADVERSELY AFFECT THE FINANCIAL POSITION OF THE GROUP.

2.8 Tax Implications

Shareholders who are in doubt as to their respective tax positions or the tax implications of share repurchases by the Company, or who may be subject to tax whether in or outside Singapore, should consult their own professional advisers.

2.9 Listing Rules

The Listing Manual specifies that a listed company shall report all purchases or acquisitions of its shares to the SGX-ST not later than 9.00 a.m. (a) in the case of a Market Purchase, on the Market Day following the day of purchase or acquisition of any of its shares and (b) in the case of an Off-Market Purchase under an equal access scheme, on the second Market Day after the close of acceptances of the offer. Such announcement currently requires the inclusion of details of the total number of shares purchased, the purchase price per share or the highest and lowest prices paid for such shares, as applicable.

While the Listing Manual does not expressly prohibit any purchase of shares by a listed company during any particular time or times, because the listed company would be regarded as an “insider” in relation to any proposed purchase or acquisition of its issued shares, the Company will not undertake any purchase or acquisition of Shares pursuant to the proposed Share Purchase Mandate at any time after a price sensitive development has occurred or has been the subject of a decision until the price sensitive information has been publicly announced. In addition, as per Listing Rule 1207(19), the Company would not purchase or acquire any Shares through Market Purchases during the period of one month immediately preceding the announcement of the Company’s full-year results and the period of two weeks before the announcement of the first quarter, second quarter and third quarter results.

The Listing Manual requires a listed company to ensure that at least 10 per cent. of any class of its listed securities must be held by public shareholders. As at the Latest Practicable Date, approximately 91.25 per cent. of the issued Shares are held by public Shareholders. Accordingly, the Company is of the view that there is a sufficient number of the Shares in issue held by public Shareholders which would permit the Company to undertake purchases or acquisitions of its Shares through Market Purchases up to the full 10 per cent. limit pursuant to the Share Purchase Mandate without affecting the listing status of the Shares on the SGX-ST, and that the number of Shares remaining in the hands of the public will not fall to such a level as to cause market illiquidity or to affect orderly trading.

2.10 Take-over Implications

Appendix II of the Singapore Code on Take-over and Mergers (the “**Take-over Code**”) contains the Share Buy-Back Guidance Note applicable as at the Latest Practicable Date. The take-over implications arising from any purchase or acquisition by the Company of its Shares are set out below:

2.10.1 Obligation to make a Take-Over Offer

If, as a result of any purchase or acquisition by the Company of its Shares, a Shareholder's proportionate interest in the voting capital of the Company increases, such increase will be treated as an acquisition for the purposes of Rule 14 of the Take-over Code. If such increase results in a change of effective control, or, as a result of such increase, a Shareholder or group of Shareholders acting in concert obtains or consolidates effective control of the Company, such Shareholder or group of Shareholders acting in concert could become obliged to make a take-over offer for the Company under Rule 14 of the Take-over Code.

2.10.2 Persons Acting in Concert

Under the Take-over Code, persons acting in concert comprise individuals or companies who, pursuant to an agreement or understanding (whether formal or informal), cooperate, through the acquisition by any of them of shares in a company, to obtain or consolidate effective control of that company. Unless the contrary is established, the following persons will be presumed to be acting in concert:

- (a) a company with any of its directors (together with their close relatives, related trusts as well as companies controlled by any of the directors, their close relatives and related trusts); and
- (b) a company, its parent, subsidiaries and fellow subsidiaries, and their associated companies and companies of which such companies are associated companies, and any person who has provided financial assistance (other than a bank in the ordinary course of business) to any of the aforementioned for the purchase of voting rights, all with each other. For this purpose, a company is an associated company of another company if the second company owns or controls at least 20 per cent. but not more than 50 per cent. of the voting rights of the first-mentioned company.

The circumstances under which Shareholders (including Directors) and persons acting in concert with them respectively will incur an obligation to make a take-over offer under Rule 14 after a purchase or acquisition of Shares by the Company are set out in Appendix II of the Take-over Code.

2.10.3 Effect of Rule 14 and Appendix II

In general terms, the effect of Rule 14 and Appendix II is that, unless exempted, Directors and persons acting in concert with them will incur an obligation to make a take-over offer for the Company under Rule 14 if, as a result of the Company purchasing or acquiring its Shares, the voting rights of such Directors and their concert parties would increase to 30 per cent. or more, or if the voting rights of such Directors and their concert parties fall between 30 per cent. and 50 per cent. of the Company's voting rights, the voting rights of such Directors and their concert parties would increase by more than 1 per cent. in any period of six months.

Under Appendix II, a Shareholder not acting in concert with the Directors will not be required to make a take-over offer under Rule 14 if, as a result of the Company purchasing or acquiring its Shares, the voting rights of such Shareholder in the Company would increase to 30 per cent. or more, or, if such Shareholder holds not less than 30 per cent. but not more than 50 per cent. of the Company's voting rights, the voting rights of such Shareholder would increase by more than 1 per cent. in any period of six months. Such Shareholder need not abstain from voting in respect of the resolution authorising the Share Purchase Mandate.

As at the Latest Practicable Date, none of the Directors will become obligated to make a mandatory offer in the event the Company purchases the maximum number of 82,531,278 Shares under the Share Purchase Mandate. Based on the Register of Substantial Shareholders of the Company as at the Latest Practicable Date, the Directors are not aware of any person with an interest in one or more Shares constituting not less than 5 per cent. of the total votes attached to all the Shares in the Company (a “**Substantial Shareholder**”) (together with persons acting in concert with them) who may become obligated to make a mandatory offer in the event that the Company purchases the maximum number of 82,531,278 Shares under the Share Purchase Mandate. As at the Latest Practicable Date, the Substantial Shareholder of the Company is Mr Boon Swan Foo.

The Share Purchase Mandate is not intended to assist any Shareholder or its concert parties to obtain or consolidate control of the Company. The Directors of the Company will decide when, how many and on what terms to purchase any Shares pursuant to the Share Purchase Mandate in the interests of the Company and its Shareholders as a whole, taking into account various commercial considerations such as the financial effects of the share purchases on the Company.

Shareholders are advised to consult their professional advisers and/or the Securities Industry Council of Singapore at the earliest opportunity as to whether an obligation to make a take-over offer would arise by reason of any purchase or acquisition of Shares by the Company.

2.11 Details of Previous Share Purchases

The Company has not undertaken any purchase or acquisition of its own Shares in the 12 months immediately preceding the Latest Practicable Date.

3. DIRECTORS’ AND SUBSTANTIAL SHAREHOLDERS’ INTERESTS

3.1 Directors

As at the Latest Practicable Date, the interests of the Directors in Shares as recorded in the Register of Directors’ shareholdings are as follows:

	<i>Number of Shares</i>			
	Direct Interest	%⁽¹⁾	Deemed Interest	%⁽¹⁾
Directors				
Boon Swan Foo	72,238,377	8.75	–	–
Tan Mui Hong	–	–	–	–
Chan Pengee Adrian	–	–	15,000	0.002
Ronald Seah Lim Siang	–	–	–	–
Tan Kok Wee	–	–	–	–

Note:

(1) Based on the total number of 825,312,780 issued Shares as at the Latest Practicable Date.

3.2 Substantial Shareholders

As at the Latest Practicable Date, the interests of the Substantial Shareholders in Shares as notified to the Company are as follows:

	<i>Number of Shares</i>			
	Direct Interest	%⁽¹⁾	Deemed Interest	%⁽¹⁾
Substantial Shareholders				
Boon Swan Foo	72,238,377	8.75	–	–

Note:

(1) Based on the total number of 825,312,780 issued Shares as at the Latest Practicable Date.

3.3 Disclosure of Interest

None of the Directors and Substantial Shareholders (other than in his or her or its capacity as a Shareholder) has any interest, direct or indirect, in the proposed renewal of the Share Purchase Mandate.

4. DIRECTORS' RECOMMENDATION

The Directors are of the opinion that the proposed renewal of the Share Purchase Mandate is in the best interests of the Company. Accordingly, they recommend that Shareholders vote in favour of Resolution 5 set out in the Notice.

5. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this Letter and confirm after making all reasonable enquiries that, to the best of their knowledge and belief, this Letter constitutes full and true disclosure of all material facts about the proposed renewal of the Share Purchase Mandate, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this Letter misleading.

Where information in this Letter has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this Letter in its proper form and context.

6. ADVICE TO SHAREHOLDERS

Shareholders who are in any doubt as to the action that they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional adviser immediately.

7. SGX-ST

The SGX-ST takes no responsibility for the accuracy of any statements or opinions made in this Letter.

8. DOCUMENTS ON DISPLAY

The following documents are available for inspection during normal business hours at the Company's registered office at Penboss Building, 50 Parliament Street, Hamilton HM 12, Bermuda and at the office of ST Asset Management Ltd, the manager of the Company, at 60B Orchard Road, #06-18 Tower 2, The Atrium@Orchard, Singapore 238891:

- (a) the Memorandum of Association of the Company and the Bye-laws; and
- (b) the letter to Shareholders dated 27 March 2012.

Yours faithfully
For and on behalf of
Global Investments Limited

Boon Swan Foo
Chairman