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## ACQUISITIONS AND DISPOSALS :: DISCLOSEABLE TRANSACTION :: INVESTMENT IN CHINA

*\* Asterisks denote mandatory information*


Name of Announcer *	MEWAH INTERNATIONAL INC.
Company Registration No.	CR-166055
Announcement submitted on behalf of	MEWAH INTERNATIONAL INC.
Announcement is submitted with respect to *	MEWAH INTERNATIONAL INC.
Announcement is submitted by *	LEONG QUEE ME
Designation *	SENIOR FINANCIAL CONTROLLER
Date & Time of Broadcast	14-Feb-2011 13:08:53
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## &gt;&gt; ANNOUNCEMENT DETAILS

*The details of the announcement start here ...*

Announcement Title *	INVESTMENT IN CHINA
Description	

## Attachments

 [Announce\\_2011\\_7\\_Investment\\_in\\_China.pdf](#)  
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## **MEWAH INTERNATIONAL INC.**

(Company Registration No.: CR-166055)

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### **INVESTMENT AGREEMENT WITH JIANGSU ZHANGJIAGANG FREE TRADE ADMINISTRATIVE COMMITTEE**

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Further to the announcement made on Friday, 11<sup>th</sup> February, 2011 through SGXNET, the Board of Directors of Mewah International Inc. (the "Company", and together with its subsidiaries, the "Group") wishes to clarify the nature of the investment.

As disclosed in the Prospectus dated November 16, 2010 (page 97), the Group had entered into an agreement with the Jiangsu Zhangjiagang Free Trade Zone Foreign Investment Bureau to acquire land use rights (115 mu or 825,233 sq.ft.) to establish a palm-oil manufacturing base in Zhangjiagang. Total planned investment for the entire project including the cost of land use right was estimated to be US\$50 million. In the initial stage, the Group planned to build facilities to produce consumer pack products and related logistics facilities at estimated cost of US\$35 million.

The group has signed another agreement with Jiangsu Zhangjiagang Free Trade Zone Administrative Committee (江苏省张家港保税区管理委员会) to acquire additional land use rights (307mu or 2.2 million sq.ft.) to expand the scale of manufacturing base. Under the increased scale of manufacturing base, the group plans to build integrated manufacturing facilities that could include palm oil refining, manufacture of palm based and palm related oils, fats and chemicals, packing and other related logistics facilities. As per the agreement, total investment for the project, including the cost of land use rights, is estimated to be US\$200 million and the project is estimated to be completed in 3 years.

The investment is planned to be funded by the combination of IPO proceeds, internal accruals and debt.

Mr. Rajesh Chopra, Group Chief Financial Officer said, "The investment is in line with our strategy to have strategically located integrated large scale cost efficient manufacturing operations to support and further strengthen our market position as a leading edible oils and fats processor. We expect the new investment to have a pay-back period of five to seven years."

"We view China as an important market for us but at the same time, we intend to be cautious in the scale and speed of our investments in the country with an objective to achieve sustained long term growth. We shall continue to assess the industry developments and adjust our investment plans from time to time, if necessary", said Mr. Chopra.

None of the Directors or Substantial Shareholders of the Company has any direct or indirect interest in the Proposed Investment.

For any corporate communication, contact:

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The initial public offering of the Company was sponsored by Credit Suisse (Singapore) Limited. (the "Issue Manager"). The Issue Manager assumes no responsibility for the contents of this announcement.

Issued by  
MEWAH INTERNATIONAL INC.  
14 February 2011