INTRACO LIMITED
(Incorporated in the Republic of Singapore)
Company Registration Number 196800526Z

ANNOUNCEMENT – COMMENCEMENT OF ARBITRATION BY LHL INTERNATIONAL PTE LTD AGAINST INTRACO LIMITED ("THE COMPANY")

Further to the Company's announcement of 15th September 2011, the Company wishes to announce that LHL International Pte Ltd ("**LHL**") has, in relation to the same dispute, also issued a Notice of Arbitration to the Company after the close of trading hours on 15th September 2011 alleging that the Company had provided defective LED lights pursuant to a supply contract between the Company and LHL relating to Orchard Central. LHL's claim for damages is to be assessed notwithstanding LHL's claims that the cost of replacing the alleged defective LED lights is estimated to be S$1,727,820.00.

The Company shall provide updated announcements on the matter as and when appropriate.

BY ORDER OF THE BOARD

Wee Jee Kin
Company Secretary
19 September 2011