INTRACO LIMITED
(Company Registration No. 196800526Z)
Incorporated in the Republic of Singapore

UPDATE ON THE LITIGATION BY THE COMPANY AGAINST TAN YANG HONG AND KOH HAN HUI

SETTLEMENT OF LEGAL PROCEEDINGS

Further to the announcement made by Intraco Limited (the "**Company**") on 28 November 2011, the Board of Directors of the Company wishes to announce that it has amicably reached the settlement in respect of the litigation it commenced against the Tan Yang Hong and Koh Han Hui (the "**Defendants**").

The terms of this settlement are briefly as follows:

(1) The claims by the Company withdrawn and/or discontinued;
(2) The Defendants will pay the Company S$200,000.00 in full and final settlement of this matter; and
(3) Each party to bear their own costs of this litigation.

(hereinafter called as the "**Offer**")

The acceptance of the Offer would be in the best interest of the Company.

The settlement of this litigation is not expected to have any material impact on the Group's net earnings per share and the net tangible assets per share for the financial year ending 31 December 2012.

By Order of the Board

Kelvyn Oo
Company Secretary
15 February 2012