

MANDATORY CONDITIONAL CASH OFFER

by

Walnut Pte. Ltd.

(Incorporated in the Republic of Singapore)
(Company Registration No. 200702370H)

to acquire all of the issued ordinary shares
in the share capital of

Chuan Hup Holdings Limited

(Incorporated in the Republic of Singapore)
(Company Registration No. 197000572R)

not already owned or agreed to be acquired by Walnut Pte. Ltd.

DESPATCH OF OFFER DOCUMENT

1. INTRODUCTION

Walnut Pte. Ltd. (the "**Offeror**") is pleased to announce that it has today despatched an offer document dated 26 March 2007 (the "**Offer Document**") setting out, *inter alia*, the terms and conditions of its mandatory conditional cash offer (the "**Offer**") for all the issued ordinary shares in the share capital of Chuan Hup Holdings Limited (the "**Company**"), not already owned or agreed to be acquired by the Offeror ("**Offer Shares**").

An electronic copy of the Offer Document will be available on the website of the Singapore Exchange Securities Trading Limited at www.sgx.com.

All capitalised terms used and not defined herein shall have the same meanings as ascribed to them in the Offer Document.

2. OFFER PRICE

As stated in the Offer Document, the Offeror offers to acquire all the Offer Shares on the following basis:

For each Offer Share: S\$0.34 in cash (the "Offer Price").

However, a Shareholder who has been paid or will receive the Interim Dividend (as defined in the Offer Document) will be paid a reduced amount of **S\$0.335** in cash for each Offer Share tendered in acceptance of the Offer.

Payment of the Offer Price will be made by way of cheques in Singapore dollars for the appropriate amounts:

- (a) in respect of acceptances received on or before the date on which the Offer becomes or is declared unconditional in all respects, within 10 days after such date; or
- (b) in respect of acceptances received after the date on which the Offer becomes or is declared unconditional in all respects, within 10 days after the receipt of such acceptances.

Please refer to Appendix 1 to the Offer Document for further details on the settlement of valid acceptances.

3. CLOSING DATE

The Offer will be open for acceptance until **5.30 p.m. on 23 April 2007 or such other date(s) as may be announced from time to time by the Offeror (the "Closing Date")**.

4. OFFER DOCUMENT

Included with the Offer Document are the following documents:

- (a) in the case of the Offer Document sent to a Shareholder whose Offer Shares are deposited with The Central Depository (Pte) Limited ("**CDP**"), a Form of Acceptance and Authorisation ("**FAA**"); and
- (b) in the case of the Offer Document sent to a Shareholder whose name appears in the register of members of the Company, a Form of Acceptance and Transfer ("**FAT**").

5. REQUEST FOR OFFER DOCUMENT AND RELATED DOCUMENTS

Shareholders, including Shareholders whose addresses are outside Singapore, as shown on the register of members of the Company or in the records of CDP (each, an "**Overseas Shareholder**") (subject to compliance with applicable laws) may **attend in person** and obtain copies of the Offer Document, the relevant acceptance forms and any related documents, during normal business hours up to 5.30 p.m. on the Closing Date from Tricor Barbinder Share Registration Services (a division of Tricor Singapore Pte. Ltd.), 8 Cross Street #11-00 PWC Building Singapore 048424 or The Central Depository (Pte) Limited, 4 Shenton Way, #02-01 SGX Centre 2 Singapore 068807. Alternatively, an Overseas Shareholder may (subject to compliance with applicable laws) write to Walnut Pte. Ltd. c/o Tricor Barbinder Share Registration Services (a division of Tricor Singapore Pte. Ltd.), 8 Cross Street #11-00 PWC Building Singapore 048424 to request for the Offer Document, the relevant acceptance forms and any related documents to be sent to an address in Singapore by ordinary post at his own risk, up to three Market Days prior to the Closing Date.

6. PROCEDURES FOR ACCEPTANCE

The procedures for acceptance are set out in Appendix 2 to the Offer Document and in the FAA and the FAT.

7. RESPONSIBILITY STATEMENT

The directors of the Offeror (including any who may have delegated detailed supervision of this Announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this Announcement are fair and accurate and that no material facts have been omitted from this Announcement, and they jointly and severally accept responsibility accordingly.

Issued by

Walnut Pte. Ltd.

26 March 2007