



ELEKTROMOTIVE GROUP LIMITED

(Incorporated in Singapore)

(Company Registration Number 199407135Z)

ARBITRATION PROCEEDINGS BETWEEN ELEKTROMOTIVE GROUP LIMITED (THE “COMPANY”), KTNT HOLDINGS LIMITED AND TOM N TOMS LTD. RELATING TO THE JOINT VENTURE AGREEMENT DATED 3 NOVEMBER 2009 (THE “JVA”)

This announcement has been prepared by Elektromotive Group Limited (the “Company”) and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”) for compliance with the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.

All the capitalised terms not otherwise defined in this announcement shall bear the same meanings ascribed to them in the Company’s announcements dated 3 November 2009 and 17 September 2010.

The Board of Directors of Elektromotive Group Limited (the “Company”) wishes to announce that the Arbitrator has issued the final award (“**Final Award**”) dated 10 February 2015 in the arbitration proceedings commenced by the Company against KTNT Holdings Limited (“**KTNT**”) and Tom N Toms Ltd (“**TNTK**”, together the “**Respondents**”).

The Tribunal has found that:-

- (1) the Respondents acted in repudiatory breach of the JVA and that the JVA was terminated on account of the Company’s acceptance on 20 August 2010 of the Respondents’ repudiatory breach of the JVA;
- (2) the Respondents are to pay damages of S\$470,391.74 to the Company for their repudiatory breach of the JVA;
- (3) the Company is to pay nominal damages totaling S\$3 to the Respondents in respect of the Company’s breaches of certain clauses of the JVA, with all other claims of the Respondents in their counterclaim being dismissed;
- (4) the Respondents shall pay to the Company legal costs and disbursements in the sum of S\$251,850.03; and
- (5) the Respondents shall pay to the Company 50% of the Company’s costs of the arbitration in the sum of S\$26,777.47.

The Company will take all further necessary follow-up action, including the recovery of damages and costs from the Respondents. The Company will make further announcements as and when there are any developments thereafter.

By Order of the Board

Ricky Ang Gee Hing
Executive Vice-Chairman and MD
17 February 2015