Eucon Holding Limited
RCB REG NO: 200107762R

DISPOSAL OF LASER DRILLING MACHINES

The Board of Directors of Eucon Holding Limited (the "Company" or together with its subsidiaries, the "Group") wishes to announce the disposal of its laser drilling machines (the "Disposal"). The Company's subsidiary, LGANG Optronics Technology Co., Ltd ("LGANG") had entered into a Sale and Purchase Agreement ("the Agreement") with Shin Wu Machinery Trading Co., Ltd ("the Purchaser") to dispose 6 laser drilling machines (out of 32 laser drilling machines) for a consideration of approximately S$700,000 on 20 February 2014.

Subsequent to the Announcement made on 3 January 2014 on the Cessation of laser drilling Business and Disposal of laser drilling machines, the Purchaser decided to acquire additional 6 laser drilling machines. A new Agreement was entered into.

Information on Sale and Purchase Agreement

The total consideration amounted to approximately S$700,000 ("Consideration"). The Consideration was arrived on a willing buyer and willing seller basis after arm's length negotiations between LGANG and the Purchaser. The Consideration will be satisfied in cash and the proceeds will be used for the Group's operational cashflow.

Computation of Rule 1006 of SGX-ST Listing Manual

The relative figures of Rule 1006 of the SGX-ST Listing Manual based on the unaudited financials of laser drilling operation and Eucon Group's consolidated financial statements for the nine months ended 30 September 2013 are as follows:

Rule	Bases	Relative Figures
1006(a)	The Net Asset Value ("NAV") of the machineries to be disposed of is S$230,653, compared to the Group's latest announced consolidated net asset value excluding goodwill, of S$30,444,000 as at 30 September 2013.	0.8%
1006(b)	The net gain (before income tax, minority interests and extraordinary items) attributable to laser drilling machines to be disposed of is S$471,941, compared to the Group's latest announced consolidated net loss of S$7,399,718 as at 30 September 2013.(i)	-6.4%.
1006(c)	The value of the consideration to be received is S$702,594, compared with the Eucon Group's market capitalization of S$15,960,000 (based on the weighted average price of the Group's shares transacted on the market day preceding the date of the Agreement).	4.4%
1006(d)	Not applicable	Not applicable

No director or controlling shareholder has any interest, direct or indirect, in the transaction and the nature of such interests.

As the computation under 1006(b) and 1006(c) exceed 5% but do not exceed 20%, the Disposal is a discloseable transaction but not a major transaction within the meaning of Chapter 10 of the SGX-ST Listing Manual. Therefore, the Company is not required to seek shareholders' approval for the Disposal.

Financial Effect on Disposal

For illustration purpose only, assuming (as per Rule 1010(8) of the SGX Listing Manual) that the Disposal had been effected as at 31 December 2012 and based on the audited accounts of the Group for the year ended 31 December 2012 ("FY2012"), the Disposal would have no impact on the net asset value per share of the Group of 6.33 cents.

For illustration purpose only, assuming (as per Rule 1010(9) of the SGX Listing Manual) that the Disposal had been effected as at 1 January 2012 and based on FY2012 audited accounts of the Group, the Disposal would have no impact on the loss per share of the Group of 4.17 cents.

BY ORDER OF THE BOARD

Wen Yao-Long
Executive Chairman and CEO
20 February 2014