STRACO CORPORATION LIMITED

Registration Number: 200203482R

(Incorporated in the Republic of Singapore)

INCREASE IN INVESTMENT IN A SUBSIDIARY

The Board of Directors of Straco Corporation Limited ("the Company") wishes to announce that on 26 April 2016, the Company has acquired an additional 98,000 ordinary shares, fully paid, in the capital of Straco Creation Pte Ltd, for a consideration of S\$1/- through a wholly-owned subsidiary of the Company, Infotainment Development and Management Pte Ltd. Upon the acquisition, Straco Creation Pte Ltd is now a wholly-owned subsidiary of the Company.

That above investment is funded by internal resources and is not expected to have any material effect on the net tangible assets per share or earnings per share of the Company for the financial year ending 31 December 2016.

None of the directors or substantial shareholders of the Company has an interest, direct or indirect in the above investment.

By Order of the Board

Lotus Isabella Lim Mei Hua Company Secretary

Date: 27 April 2016