



NORDIC
Group Limited

NORDIC GROUP LIMITED
(Company Registration Number: 201007399N)

DISCLOSURE PURSUANT TO RULE 704(31) OF THE LISTING MANUAL

Pursuant to the new Rule 704(31) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"), the Board of Directors (the "**Board**") of Nordic Group Limited (the "**Company**") wishes to inform that its wholly-owned subsidiary, Nordic Flow Control Pte. Ltd. ("**NFC**"), has an existing facility agreement dated 22 June 2011 (the "**Facility Agreement**") with Standard Chartered Bank, Singapore Branch (the "**Lender**") pursuant to which the Lender had agreed to make available to NFC a term loan facility of S\$27,000,000 (the "**Facility**"), subject to the terms of the Facility Agreement.

Under the terms of the Facility Agreement, NFC had undertaken to ensure that Chang Yeh Hong ("**CYH**"), the controlling shareholder of the Company, owns directly or indirectly no less than 30% of the issued share capital of the Company and its subsidiaries for the time being (the "**Group**") and shall remain the single largest shareholder of the Group. Further, if CYH ceases to hold in aggregate, whether directly or indirectly, through any person beneficially (i) no less than 30% of the issued share capital of the Company, or (ii) issued share capital having the right to cast no less than 30% of the votes capable of being cast in general meetings of the Company, NFC shall promptly notify the Lender upon becoming aware of that event and the Facility shall immediately be cancelled and the principal amount outstanding under the Facility, together with accrued interest, shall become immediately due and payable.

As at the date hereof, the aggregate level of facilities that may be affected by a breach of the above loan covenants is S\$27,000,000 and the principal amount outstanding under the Facility is S\$27,000,000.

As required by the new Rule 728 of the SGX-ST Listing Manual, the Company has obtained an undertaking from CYH to notify the Company, as soon as he becomes aware, of any share pledging arrangements relating to his shareholding interest in the Company, which if enforced, may result in a breach of the above loan covenants and of any other event which may result in a breach of the above loan covenants. As at the date hereof, the Company has not received any such notification from CYH.

By Order of the Board

Chang Yeh Hong
Chairman and Chief Executive Officer
8 November 2011

*The initial public offering of the Company was sponsored by Collins Stewart Pte. Limited (the "**Issue Manager**"). The Issue Manager assumes no responsibility for the contents of this announcement.*