

NEW TOYO INTERNATIONAL HOLDINGS LTD

Company Registration No.: 199601387D

DISPOSAL OF SUBSIDIARY

Introduction

Pursuant to Rule 704(16)(c) of the SGX-ST Listing Manual, the Board of Directors of New Toyo International Holdings Ltd (the "Company") wishes to announce that its subsidiary, New Toyo Paper Products (Shanghai) Co. Ltd ("NTPS") has on 30 December 2013 entered into an agreement (the "Agreement") with Chen Tingxiang and Zhang Jiadi (the "Purchasers") for the disposal of NTPS's 100% equity stake in Nanning Shen Jiu Packaging Materials Company Ltd ("NSJP") to the Purchasers for RMB13.3 million (the "Proposed Disposal").

Under the terms of the Agreement, 30% of the cash consideration was paid upon execution of the Agreement. The balance of the cash consideration will be paid on the completion date, that is, six (6) months from the execution date of the Agreement.

Consideration

The consideration for the Proposed Disposal (RMB13.3 million) was based on NSJP's net tangible asset value of RMB13.3 million. The consideration is payable in cash.

Rationale

The sale of NSJP is to enable the Company to realize the gain on the property held in NSJP.

Financial Effects

As each of the relative figures computed on the applicable bases as set out in Rule 1006 of the SGX-ST Listing Manual is less than 5%, the Proposed Disposal is a "Non-discloseable Transaction" for the purposes of Chapter 10 of the SGX-ST Listing Manual.

The Proposed Disposal is not expected to have a material impact on the net tangible assets per share and earnings per share of the Group for the financial year ending 31 December 2013.

Interests of Directors and Controlling Shareholders

None of the Directors or controlling shareholders of the Company have any interest, direct or indirect (other than through their shareholdings in the Company), in the Proposed Disposal.

By Order of the Board

Lee Wei Hsiung
Company Secretary
30 December 2013