

NATURAL COOL HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

Company Registration No. 200509967G

FORMATION OF WHOLLY-OWNED SUBSIDIARY

- STE GROUP PTE. LTD.

The Board of Directors of Natural Cool Holdings Limited (“Company”) wishes to announce that the Company has incorporated a wholly owned subsidiary in Singapore known as STE Group Pte. Ltd. with an initial issued and paid up share capital of S\$1/-.

The principal activity of STE Group Pte. Ltd. is mainly that of an investment holding.

The incorporation of the above wholly-owned subsidiary is not expected to have any material impact on the earnings per share or the net tangible assets per share of the Company for the current financial year ending 31 December 2008.

None of the Directors or substantial shareholders of the Company have any direct or indirect interest in the abovesaid transaction.

The Company will make further announcements as and when the issued and paid up share capital of the aforesaid wholly-owned subsidiary has been increased.

BY ORDER OF THE BOARD

Yun Chee Keen
Company Secretary

Submitted by Yun Chee Keen, Company Secretary on 25 November 2008 to the SGX-ST

About Natural Cool

Established in 1989 and listed on Catalist (formerly known as SESDAQ) in May 2006, Natural Cool provides installation, maintenance, repair and replacement services for air-conditioning systems to the residential segment, both public and private; and commercial sectors, which include factories, offices, condominiums, schools and hospitals, in Singapore. In addition, the Group sells air-conditioning components and tools used for the installation and servicing of air-conditioning business.

The Group also manufactures and sells switchgears through mechanical and electrical (“M&E”) contractors to public and private property developments. Started in 2003, the Group’s switchgear division designs and manufactures switchgear products customised to meet specific requirements of its customers.

The Group has extended its geographical reach into the region since 2005 and now has a presence in China, India, Cambodia and Vietnam. Its subsidiary, VNS Manufacturing Pte Ltd, the Group’s switchgear division that specialises in the design, manufacture and sale of switchgear products, was recently awarded an exclusive distributorship by Indian-based, Larsen & Toubro Limited (“L & T”) for the exclusive marketing of L & T’s electrical standard products in Singapore. Founded in 1938, L & T is India’s largest engineering and construction conglomerate with interests in electrical, electronics and information technology.
