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PROFIT GUIDANCE

The Board of Directors (the "Board") of Natural Cool Holdings Limited (the "Company" and together with its subsidiaries, the "Group") would like to announce that the Group is expecting to report a net loss for the year ended 31 December 2011 ("FY2011").

This was attributable to, amongst others, prevailing weak business conditions and a sum of approximately S\$2.0million which will be charged as expenses to the income statement for FY2011 in connection with the discontinuation of the proposed Listing on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited.

Further details of the Group's financial performance will be disclosed when the Company announces its unaudited consolidated financial results for financial year ended 31 December 2011 by 29 February 2012.

BY ORDER OF THE BOARD

Leaw Wei Siang
Company Secretary
20 January 2012

About Natural Cool Holdings Limited

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 Malaysia, India. Its subsidiary, VNS Manufacturing (S) Pte Ltd, the Group's switchgear division that specialises in the design, manufacture and sale of switchgear products, was 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.