

FREIGHT LINKS EXPRESS HOLDINGS LIMITED

(Company Registration No: 198600061G)

**SUBSCRIPTION OF 51% STAKE IN
SABANA INVESTMENT PARTNERS PTE. LTD.**

The Board of Directors (the "**Board**") of Freight Links Express Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that it has subscribed for 51% equity interest in Sabana Investment Partners Pte. Ltd. ("**SIP**") at a consideration of \$51 (the "**Subscription**"). As a result, SIP has become a subsidiary of the Company.

SIP is the holding company of Sabana Real Estate Investment Management Pte Ltd, which is intended to be the proposed manager ("**Proposed REIT Manager**") of a proposed real estate investment trust to be established and authorised in Singapore ("**Proposed REIT**").

The Subscription is not expected to have any material impact on the net tangible assets or earnings per share of the Group for the financial year ending 30 April 2011.

None of the Directors or the controlling shareholders of the Company has any interest, direct or indirect, in the Subscription.

The Board also wishes to advise that the Group is exploring a potential sale ("**Proposed Sale**") of certain of its properties to SIP (for the benefit of the real estate investment trust) as part of the initial portfolio of the Proposed REIT. To facilitate the acquisition of the initial portfolio of the Proposed REIT to be established and authorised in Singapore, SIP has and/or will be entering into put and call option agreements with various vendors of properties for the benefit of the trustee of the proposed real estate investment trust. The exercise of the put and call options are or will be conditional upon, *inter alia*, SIP nominating the trustee of the Proposed REIT to be the purchaser of the properties to be acquired, and completion of the acquisition by the said trustee will be conditional upon, *inter alia*, the listing of the units in the Proposed REIT and commencement of trading of such units on SGX-ST.

Shareholders should note that the discussions in relation to the establishment and authorisation of the proposed real estate investment trust and the Proposed Sale have not been finalised. No definitive agreement has to date been entered into by the Company or Group in relation to these matters and the relevant regulatory and third party approvals (including approvals of the Monetary Authority of Singapore and the SGX-ST) have not been obtained. There is no certainty as at the date of this announcement that these proposals will be carried out. If and when there are any material developments which warrant a disclosure, the Company would make the appropriate announcement on the SGX-ST in accordance with the rules of the SGX-ST Listing Manual.

By Order of the Board

Henry Chua
Executive Director / CCDO
19 August 2010