

STAMFORD TYRES CORPORATION LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 198904416M)

PLACEMENT OF 4,300,000 NEW ORDINARY SHARES IN THE CAPITAL OF STAMFORD TYRES CORPORATION LIMITED

The directors (the "**Directors**") of Stamford Tyres Corporation Limited (the "**Company**") refer to the announcements made by the Company on 21 September 2010 (the "**21 September 2010 Announcement**"), 28 September 2010 and 12 October 2010 in relation to the placement of the New Shares to Sumitomo Rubber Industries, Ltd. pursuant to the Subscription Agreement. Unless otherwise defined, all terms and references used in this announcement shall have the same meanings as ascribed to them in the 21 September 2010 Announcement.

The Directors wish to announce that after deducting expenses of approximately S\$0.1 million incurred in connection with the Placement, the net proceeds of the Placement amounting to approximately S\$1.4 million have been fully utilised by the Company on 21 October 2010 to meet the working capital requirements of its existing business operations in South Africa.

BY ORDER OF THE BOARD



Wee Kok Wah
Director
21 October 2010