

STAMFORD TYRES CORPORATION LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 198904416M)

**UPDATE ON IMPACT OF THAILAND FLOODS ON STAMFORD SPORT WHEELS PLANT,
STAMFORD TIRES DISTRIBUTOR CO, LTD OFFICE and STAMFORD TIRES DISTRIBUTOR CO,
LTD'S WAREHOUSE**

The Board of Directors of Stamford Tyres Corporation Ltd ("the Company") wishes to provide an update on the impact of the flood situation in northwest Thailand on its three in-country facilities, namely the Stamford Sport Wheels plant ("SSW plant") located in Nonthaburi, Stamford Tires Distributor Co, Ltd ("STD") office located in Bangkok and the STD warehouse in south Bangkok.

To date, all three facilities have not experienced any water immersion. Management has already taken preventive measures by digging water pits and erecting sandbag barricades for the SSW plant and STD warehouse. One of our officers is appointed to monitor the flood situation around the SSW plant on an hourly basis. Most of the valuable stocks in STD warehouse have been transferred to racks that are about 2 metres above ground. STD office located in Bangkok's CBD area is unlikely to be affected by the floods.

The Company has in place insurance to cover direct and consequential losses to its facilities, should they be affected by the floods.

While operations are disrupted in the SSW plant due to flood alert, the Company will only be able to assess the full financial impact of the floods at a later date. We will continue to report on any actual or potential impact on the Company's business performance in a prompt manner.

By Order of the Board



Dawn Wee Wai Ying
Director

19 October 2011