



**QIAN HU CORPORATION LIMITED**  
(Company Registration No. : 199806124N)

**MEMORANDUM OF UNDERSTANDING FOR THE PROPOSED  
INCORPORATION OF A SUBSIDIARY IN INDONESIA**

The Board of Directors of Qian Hu Corporation Limited (the “Company” or “Group”) is pleased to announce that it has on 12 January 2011 entered into a Memorandum of Understanding (“MOU”) with (i) Joe Aquatic Indonesia, PT (“Joe Aquatic”), a company incorporated in Indonesia, (ii) Mr Tan Boon Kim and (iii) Ms Narumol Lim (collectively known as the “Parties”).

Pursuant to the MOU, the Parties agree to incorporate a limited liability company in Indonesia with an initial paid-up share capital of Rp 7 billion (equivalent to approximately S\$1 million at prevailing exchange rate) divided into 700,000 ordinary shares of Rp 10,000 each according to the following ratio on or before 30 June 2011:

Qian Hu – 55%  
Joe Aquatic – 35%  
Tan Boon Kim – 5%  
Narumol Lim – 5%

The new company, which will be named P.T. Qian Hu Joe Aquatic Indonesia (“PT QHJAI”), is to undertake the business in relation to the breeding, rearing, trading, exporting and importing of all kinds of ornamental fish and other related activities such as manufacturing and trading of aquarium accessories.

The above transaction, which will be funded by internal funds, is not expected to have any material impact on the Group’s earnings per share and net tangible assets per share for the current financial year ending 31 December 2011.

Except for Mr Tan Boon Kim who is a director of one of the Group’s subsidiaries in Thailand, none of the directors and substantial shareholders of the Company has any direct or indirect interest in the aforesaid transaction.

**By Order of the Board**  
Qian Hu Corporation Limited

Kenny Yap Kim Lee  
Executive Chairman and Managing Director  
12 January 2011