

TEHO INTERNATIONAL INC LTD. (THE "COMPANY")
(Registration No. 200811433K)

LETTER OF INTENT

The Board of Directors (the "Board") of Teho International Inc Ltd. (the "Company") wishes to announce that the Company has entered into a letter of intent ("LOI") with the existing shareholders of a potential target company for the proposed acquisition of the entire issued and paid-up share capital of the target company (the "Proposed Acquisition"). The potential target company is principally trading in mechanical products and systems under third party brands which are supplied to customers in the marine and offshore industries.

The LOI sets out in broad terms the salient terms and conditions in respect of the Proposed Acquisition on a non-binding basis which will form the basis of the definitive agreement relating to the Proposed Acquisition (the "Definitive Document") if it is proceeded with. Further details will be announced in the event that the Definitive Document is entered into by the Company.

The Board would like to caution that there is no assurance that any transaction will materialise from the LOI or that the Definitive Document will be entered into in relation to the Proposed Acquisition. Shareholders and investors are therefore advised to exercise caution in their dealings in the shares of the Company.

By Order of the Board
Lim See Hoe
Executive Chairman & CEO
23 November 2011

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Collins Stewart Pte. Limited for compliance with the relevant rules of the SGX-ST. Collins Stewart Pte. Limited has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

The contact person for the Sponsor is Mr Alex Tan, Managing Director, Corporate Finance, Collins Stewart Pte. Limited at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854 6160.