

**Sarin Technologies Ltd**  
(Incorporated in Israel)  
(Israel Registration No. 51 1332207)

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**PROPOSED BONUS ISSUE**

**1. INTRODUCTION**

The Board of Directors (*Directors*) of Sarin Technologies Ltd (*Company*) wishes to announce that the Company is proposing a bonus issue on the basis of one (1) bonus share for every four (4) existing ordinary shares in the capital of the Company (*Shares*) held by shareholders of the Company (*Shareholders*) as at the books closure date to be determined by the Directors for the purpose of determining the entitlements of the Shareholders (*Books Closure Date*), fractional entitlements to be disregarded (*Proposed Bonus Issue*).

Fractional entitlements to the Proposed Bonus Issue will be disposed of or dealt with in such manner as the Directors may in their absolute discretion deem fit for the benefit of the Company.

The Bonus Shares will be issued pursuant to a general mandate (*Resolution*) obtained at the annual general meeting of the Company held on 24 April 2012 which allows the Directors to issue Shares in the Company aggregating up to fifty per cent (50%) of the total number of issued shares (excluding treasury shares) in the capital of the Company at the time of passing of the Resolution.

**2. TERMS OF THE PROPOSED BONUS ISSUE**

The Bonus Shares will be issued to the Shareholders whose names appear in the Registry of Members of the Company or the records of The Central Depository (Pte) Limited, as the case may be, as at the Books Closure Date. Notice of the Books Closure Date of the Register of Members and the Share Transfer Books of the Company will be given at a later date, after the necessary approvals have been obtained.

Based on the existing issued and paid-up share capital of the Company comprising 271,656,904 Shares (including 1,689,000 treasury shares) as at the date of this announcement, up to **67,914,226** new Shares (*Bonus Shares*) will be issued pursuant to the Proposed Bonus Issue. The actual number of Bonus Shares to be issued by the Company to entitled Shareholders, whose names appear in the Register of the Members of the Company or the records of The Central Depository (Pte.) Limited, as the case may be, will be based on their shareholdings on record as at the Books Closure Date. Notice of the Books Closure Date will be given at a later date.

The Bonus Shares will be issued at no cost to entitled Shareholders without capitalisation of the Company's reserves and when allotted and issued, will rank *pari passu* in all respects with the existing issued Shares and with each other, except that the Bonus Shares will not be entitled to any dividends, rights, allotments or other distributions the record date of which falls on or before the date of issue of the Bonus Shares.

**3. RATIONALE FOR THE PROPOSED BONUS ISSUE**

The Company is considering the Proposed Bonus Issue for the following reasons:

- (a) to increase the accessibility of an investment in the Company to more investors, thereby encouraging trading liquidity and greater participation by investors and the broadening of the shareholder base of the Company; and
- (b) to reward Shareholders for their loyalty and continuing support of the Company.

**4. CONDITION OF THE PROPOSED BONUS ISSUE**

The Proposed Bonus Issue is subject to the approval of the Singapore Exchange Securities Trading Limited (*SGX-ST*) for the dealing in, listing of and quotation for the Bonus Shares on the Official List of the SGX-ST. An application will be made to the SGX-ST for permission to deal in and for the listing of and quotation of the Bonus Shares on the Official List of the SGX-ST.

**5. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS**

None of the Directors and substantial Shareholders of the Company has any interest, direct or indirect, in the Proposed Bonus Issue other than through their respective shareholdings in the Company.

**6. DIRECTORS' RESPONSIBILITY STATEMENT**

The Directors of the Company collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries that to the best of their knowledge and belief, the statements and opinions expressed in this announcement are fair and accurate in all material respects as at the date hereof, and that there are no material facts the omission of which would make this announcement misleading in any material respect.

**On behalf of the Board**

Daniel Benjamin Glinert  
Executive Chairman of the Board

6 May 2012