

This announcement is not an offer for sale of the securities in the United States. The securities of the Company may not be offered or sold in the United States absent registration or an exemption from registration under the U.S. Securities Act of 1933, as amended. Any public offering of securities of the Company in the United States would be made by means of a prospectus that would contain detailed information about the Company, as well as financial statements. The Company does not intend to register any portion of the offering in the United States or to conduct a public offering of securities in the United States.

PETRA FOODS LIMITED
(the "**Company**")
Registration No. 198403096C
(Incorporated in the Republic of Singapore)

PLACEMENT OF 78,880,000 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY ("PLACEMENT")

Unless otherwise defined, all capitalised terms shall bear the same meanings as used in the Company's announcement dated 9 June 2010 relating to the Placement.

Further to the announcement on 9 June 2010 in relation to the Placement, the Directors of the Company wish to announce that pursuant to an overnight book-building exercise by DBS Bank Ltd, the Placement has been well received by investors. Accordingly, DBS Bank Ltd has exercised in full the Upsize Option of 13,139,000 Shares and in aggregate, 78,880,000 Placement Shares will be issued and allotted by the Company.

The Company has also determined the issue price of the Placement Shares at S\$1.08 per Placement Share ("**Issue Price**"). The Issue Price represents a discount of 10% to the volume weighted average price of S\$1.20 for trades done on the Shares on the SGX-ST on 9 June 2010, being the full market day on which the Placement Agreement was signed. The total gross proceeds raised from the Placement is approximately S\$85.19 million.

The Company will make an additional listing application to the Singapore Exchange Securities Trading Limited ("**SGX-ST**") for the listing and quotation of the Placement Shares on the Main Board of the SGX-ST and will make the appropriate announcement once it receives the in-principle approval for the same.

BY ORDER OF THE BOARD

Lian Kim Seng/ Chuang Yok Hoa
Company Secretaries
10 June 2010

IMPORTANT NOTICE

This announcement is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for Placement Shares.

The value of the Placement Shares and the income derived from them may fall as well as rise. Placement Shares are not obligations of, deposits in, or guaranteed by, the Company or any of their respective affiliates. An investment in the Placement Shares is subject to investment risks, including the possible loss of the principal amount invested.

Investors have no right to request that the Company redeem or purchase their Placement Shares while the Placement Shares are listed. It is intended that the holders of Placement Shares may only deal in their Placement Shares through trading on the SGX-ST. Listing of Placement Shares on the SGX-ST does not guarantee a liquid market for the Placement Shares.