

**TAMADAM BONDED WAREHOUSE BERHAD (“TAMADAM” OR “COMPANY”)
PROPOSED ACQUISITION OF 51% EQUITY INTEREST IN DEWINA HOST SDN BHD (“DHOST”)
FOR A CASH CONSIDERATION OF RM20.0 MILLION (“PROPOSED ACQUISITION”)**

(Unless otherwise stated, all abbreviations used herein shall have the same meanings as those mentioned in the announcement dated 16 May 2011)

Reference is made to the announcement dated 16 May 2011 in relation to the Proposed Acquisition. On behalf of Tamadam, we set out below additional information on the Proposed Acquisition as requested by Bursa Securities via its letter dated 18 May 2011.

1. Particulars of contingent liabilities and guarantees to be assumed by Tamadam, arising from the Proposed Acquisition

Tamadam will not assume any liabilities, including contingent liabilities and guarantees arising from the Proposed Acquisition other than those liabilities of DHost which arise from the ordinary course of business of DHost.

2. Details of the price-earning-ratio and price-to-book ratio of the comparable public listed companies which are involved in similar or closely similar business activities with that of DHost

The price-earning-ratio (~~PER~~) and price-to-book ratio (~~PBR~~) of the Comparable Companies are set out below:-

| COMPARABLE COMPANIES | PER⁽¹⁾ (times) | PBR⁽¹⁾ (times) |
|---|--------------------------------------|--------------------------------------|
| QSR Brands Berhad ⁽²⁾ | 15.28 | 1.99 |
| KFC Holdings (M) Berhad ⁽²⁾ | 20.21 | 3.08 |
| Oversea Enterprise Berhad ⁽²⁾ | N/A | 0.61 |
| Berjaya Food Berhad | 11.27 ⁽³⁾ | 3.07 ⁽⁴⁾ |
| Average | 15.59 ⁽⁵⁾ | 2.19 |
| DHost | 8.34 | 3.68 |
| Premium/(Discount) of the PER / PBR computed based on the Purchase Consideration to the average PER / PBR of Comparable Companies | (46.5%) | 68.04% |

Notes:

N/A Not applicable as the company has registered losses during the financial year

(1) Based on closing prices of the Comparable Companies as at 13 May 2011

(2) Based on the respective Comparable Companies latest audited financial statements

(3) Based on annualised unaudited figures for the financial period ended 31 January 2011

(4) Based on latest unaudited financial statements as at 31 January 2011

(5) Excluding Oversea Enterprise Berhad

This announcement is dated 19 May 2011.