

FAN MILK INTERNATIONAL A/S ACQUIRES THE SHARES OF THE INDUSTRIALIZATION FUND FOR DEVELOPING COUNTRIES IN FAN MILK LIMITED.

NTHC Securities Limited announces that subsequent to a Sales and Purchase Agreement signed between Fan Milk International A/S and The Industrialization Fund For Developing Countries (IFU), Fan Milk International A/S has on February 8, 2008, acquired the shares of IFU in Fan Milk Limited (FML) on the trading floor of the Ghana Stock Exchange (GSE).

Prior to the acquisition, Fan Milk International A/S was the largest shareholder of FML, with 37.231% shares. IFU followed as the second largest shareholder, with 18.218%.

The acquisition involved the purchase of IFU's 3,604,420 ordinary FML shares, bringing total shares held by Fan Milk International A/S to 10,970,375, constituting 55.449% of total issued shares of FML. The shares were acquired for a total consideration of GH¢7,180,236.00.

In accordance with Rule 49 (11) of the GSE's Listing Rules, Fan Milk International A/S is making a cash offer on the trading floor of the Exchange, to shareholders for their shares in FML. Fan Milk International A/S is committed to the long term future of FML. It wants FML to remain on the GSE Official List and has accordingly asked GSE to permit it to make further direct floor purchases up to a maximum of 60% of FML. Under the rules, Fan Milk International A/S can make direct purchases up to 75% of FML.

The request to GSE is expected to allow a large enough public float of 40% that will enable smaller investors to trade actively in FML, thereby continuing to make it an exciting equity on the GSE.

A cash offer is intended to be made to all shareholders of FML to purchase their shares on the floor of the Exchange at a price of GH ¢2.30 per share from February 14, 2008 to March 7, 2008. The offer price represents the average of the highest weekly prices of FML for the preceding 26 weeks to February 8, 2008 and is more than the negotiated price to IFU.

Fan Milk International is excited over these developments.