

Imagine Un Limited
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OFFER TO ACQUIRE AN ENTIRE TITANIUM DIOXIDE BUSINESS

The Board of Directors (“Board”) of Imagine Un Limited (“IUL”) is pleased to announce that IUL has made an offer to acquire the entire business of a manufacturer of titanium dioxide named as Daqing Xinlong Chemical Company Ltd. (“XL”) in Heilongjiang, People’s Republic of China (“PRC”)

Information on the Vendor Parties

Ms Chen Nan and Mr Ding Jiang (“XL Owners”), both PRC nationals, own the entire issued share capital of XL and a 60% of its economic interest.

While Daqing Xinde Chemical Marketing & Distribution Ltd., PRC (“XD”) owns the balance of XL’s 40% economic interest. XD is the sole distributor of titanium dioxide produced by XL.

XD is a 100%-owned subsidiary of Jade Marketing & Distribution Pte Ltd., Singapore (“JMD”).

In turn, JMD is owned 51% by China Titanium Ltd., Singapore (“CTL”), a company listed on the Singapore Stock Exchange, and 49% by BioMissile Medical Ltd., Singapore (“BML”).

In addition, CTL also owns the entire share capital of Jade Real Estate Pte Ltd., Singapore (“JRE”), an inactive company, except that it has obtained approval from the PRC authorities to acquire the entire issued share capital of XL.

Attached is a copy of CTL's announcement to the Singapore Stock Exchange in respect of the proposed transaction.

The Proposed Investment

The Board is of the opinion that it is in the best interest of IUL to acquire 100% of the share capital of XL and 100% of its economic interest.





Accordingly, IUL has made an offer to purchase the following:

- (i) 100% of XL's share capital and 60% of its economic interest from XL Owners.
- (ii) 40% of XL's economic interest by acquiring JMD from CTL and BML.
- (iii) JRE from CTL.

The proposed Investment is subject to agreement on a definitive sale and purchase agreement and related documents, and the usual conditions precedent including satisfactory due diligence.

If the Investment does proceed, it is expected that IUL will issue new ordinary shares at a fixed issue price for the entire purchase consideration payable to the Vendor Parties.

IUL will seek shareholders' approval in an Annual General Meeting for this acquisition at the appropriate time.

As a condition of the acquisition, IUL will apply to the Australian Securities Exchange ("ASX") for a re-quotations of its shares on the ASX.

Rodger Johnston
Director

16 May 2011

CHINA TITANIUM LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 198003839Z)

POTENTIAL DIVESTMENT OF JADE MARKETING & DISTRIBUTION PTE LTD AND JADE REAL ESTATE PTE LTD

1. INTRODUCTION

The board of directors (the **“Board”**) of China Titanium Ltd. (the **“Company”**) wishes to announce that the Company has received an offer from Imagine Un Limited (**“IUL”**), a company listed on the Australian Stock Exchange, to acquire the Company’s (a) 51% interest in the issued share capital of Jade Marketing & Distribution Pte Ltd (**“JMD”**) and (b) the entire issued share capital of Jade Real Estate Pte Ltd (**“JRE”**) (collectively, the **“Divestment”**).

2. BACKGROUND INFORMATION

JMD currently owns a (a) 40% economic interest in Daqing Xinlong Chemical Company Ltd (**“XL”**), a manufacturer of titanium dioxide in Heilongjiang, People’s Republic of China (**“PRC”**), and (b) the entire issued share capital of Daqing Xinde Chemical Marketing & Distribution Ltd, which is the sole distributor of the titanium dioxide produced by XL. The Company and BioMissile Medical Ltd (**“BML”**) have a 51% and 49% interest in the issued share capital of JMD respectively.

JRE is a wholly-owned subsidiary of the Company and is currently inactive, except that it has obtained approval from the authorities in PRC to acquire the issued share capital of XL.

Ms Chen Nan and Mr Ding Jiang (the **“XL Owners”**) own the entire issued share capital of XL and the remaining 60% of its economic interest.

The Company understands that the XL Owners have agreed to sell their respective interests in XL and BML intends to sell its interests in JMD to IUL (the **“Vendor Sale”**). As IUL wishes to acquire the whole of XL, IUL has approached the Company to acquire its entire interest in JMD and JRE.

3. PROPOSED DIVESTMENT

In light of the Vendor Sale and the significant changes in the ownership structure of XL, the Company intends to accept the offer from IUL and is currently in negotiations with IUL to finalise the terms of the proposed Divestment, including the consideration payable to the Company and the conditions precedents to the Divestment.

As it is expected that the Divestment will constitute a **“major transaction”** within the meaning of Chapter 10 of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company will make the relevant announcement (containing the information required under Rule 1010 of the Listing Manual) when the terms of the Divestment are agreed.

In connection with the proposed Divestment, the Company intends to acquire a new business and is exploring various potential acquisitions. The Company will update shareholders in due course of any material developments.

4. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the directors or the controlling shareholders of the Company have any interest, direct or indirect, in the proposed Divestment, save for Dr In Nany Sing Charlie, who is an executive director of the Company and is also a director and shareholder of BML. As such, it is intended that Dr Charlie In will be re-designated as a non-executive director, and the Company will make the relevant announcement when this takes effect.

5. CAUTIONARY NOTE

The Board wishes to emphasise that there is no certainty that the Company will enter into an agreement with IUL in respect of the Divestment or that the Divestment will be completed. Shareholders are advised to act cautiously when dealing with their shares in the Company and to refrain from taking any action which may be prejudicial to their interest. If in doubt about the action that they should take, shareholders should seek advice from their stockbrokers, bankers, solicitors, accountants, tax advisers or other professional advisers.

By Order of the Board
China Titanium Ltd.

Lo Swee Oi
Company Secretary
13 May 2011

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte Ltd, for compliance with the relevant rules of Singapore Exchange Securities Trading Limited (the "Exchange"). The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the Exchange and the Exchange 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.

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