



(Company Registration No.: 201301440Z)  
(Incorporated in the Republic of Singapore)

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## PROPOSED ACQUISITION AND DIVESTMENT OF INTERESTS IN SUBSIDIARIES

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The Board of Directors of Soilbuild Construction Group Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce the following transactions:

### 1. PROPOSED ACQUISITION OF ADDITIONAL STAKE IN PRECAST CONCRETE (M) SDN. BHD.

Precast Concrete Pte. Ltd. (“**PCPL**”), a wholly-owned subsidiary of the Company, has on 17 December 2018 entered into a share sale and purchase agreement with CS Corp Pte. Ltd. (“**CSC**”), a 70% owned subsidiary of PCPL, in respect of the proposed acquisition of the entire issued and paid-up share capital of Precast Concrete (M) Sdn. Bhd. (“**PCM**”) (the “**Proposed Acquisition**”) for a consideration of S\$1 to be satisfied in cash (the “**Acquisition Consideration**”). PCM is a wholly-owned subsidiary of CSC in which the Group has an effective stake of 70%.

Although the Acquisition Consideration was derived based on non-arms’ length negotiations as CSC is majority owned by PCPL, such transaction is not prejudicial to the Company and/or its minority shareholders having regard to the unaudited negative net book value and net tangible asset value of PCM each amounting to approximately S\$(15,000) as at 30 November 2018.

PCM was incorporated on 31 May 2018 and is in the business of providing design services and manufacturing of prefabricated prefinished volumetric construction (“**PPVC**”) and other precast products and/or components for civil engineering construction, building and industrial construction.

Following the completion of the Proposed Acquisition, PCM will become a wholly-owned subsidiary of PCPL.

Completion is expected to take place before 31 December 2018.

### 2. PROPOSED DIVESTMENT OF ENTIRE STAKE IN CS CORP PTE. LTD.

PCPL has on 17 December 2018 entered into separate share sale and purchase agreements with Swanhoff Pte. Ltd. and Mr Hiew Ching Yong, in respect of the proposed divestment of its entire 70% stake in CSC (the “**Proposed Divestment**”) for an aggregate consideration of S\$120,000 to be satisfied in cash (the “**Divestment Consideration**”).

The Divestment Consideration was derived based on arms’ length negotiations on a willing buyer willing seller basis, taking into account the unaudited net book value and net tangible asset value of CSC each amounting to approximately S\$198,000 as at 30 November 2018.

CSC is in the business of providing design, manufacturing, supply and assembly services of PPVC modules.

Following the completion of the Proposed Divestment, CSC will cease to be part of the Group.

Completion is expected to take place before 31 December 2018.

The above transactions are part of the Group's strategy to streamline the operations of the Group's precast and PPVC businesses and do not amount to disclosable transactions for the purposes of Chapter 10 of the Singapore Exchange Securities Trading Limited Listing Manual.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transactions (other than through their respective shareholdings in the Company).

The above transactions will not have a material impact on the consolidated net tangible assets and earning per share of the Group for the current financial year ending 31 December 2018.

BY ORDER OF THE BOARD  
SOILBUILD CONSTRUCTION GROUP LTD.

Ho Toon Bah  
Executive Director  
17 December 2018