

Media Release

MeGroup enters into SPA to acquire an additional 25% stake in subsidiary that operates its Honda Dealerships

- **Aggregate Consideration payable will be financed through the Company's internal cash resources, payable in two tranches**
- **Acquisition will raise MeGroup's stake in subsidiary, MJN Motors, to 80%**

Singapore, 4 October 2019 – SGX-Catalist listed **MeGroup Ltd.** (“MeGroup” or the “Company”, and together with its subsidiaries, the “Group”) announced its entry into a definitive sale and purchase agreement (“SPA”) with Mr Tan Kian Boon (“Mr Tan”) and Mr Wong Sai Hou (“Mr Wong”) (collectively, the “Vendors”) to acquire an additional 25% stake in the Group's subsidiary, MJN Motors Sdn. Bhd. (“MJNMSB”).

MJNMSB operates the Group's Honda dealerships in Malaysia, and through the acquisition, MeGroup will increase its stake in MJNMSB from 55% to 80% in two tranches (the “Acquisition”). Please refer to the announcement released by the Company today for more information on the Acquisition.

Mr Wong Cheong Chee (黄昌智), Executive Chairman and CEO of MeGroup Ltd. commented:

“Through this increase in our stake in MJN Motors, we can consolidate our interest in the Honda Dealership operations to tap on the strong demand for Honda cars. As Honda continues to be the top-selling foreign car brand in Malaysia, we are confident that this demand will persist, and we will increase our marketing efforts to continue generating returns for the business.”

The completion of the Acquisition is subject to the conditions precedent being fulfilled, as well as the necessary regulatory approval under the Catalist Rules. The Company will make further announcements where necessary, or as and when there any material developments in relation to the Acquisition.

End.

Note: This media release is to be read in conjunction with the announcement issued on SGXNet on 4 October 2019 for further details.

About MeGroup (<https://me-grp.com/>)

MeGroup Ltd. is a trusted component manufacturer and dealer in the automotive industry.

Under its Manufacturing business, MeGroup specialises in manufacturing noise, vibration and harshness (“**NVH**”) and non-NVH components primarily for the automotive industry in Malaysia. It also recently diversified into supplying NVH components to the heating, ventilation and air-conditioning (“**HVAC**”) manufacturer, Johnson Controls Hitachi.

Under the Group’s Dealership business, MeGroup owns and operates i) three Peugeot dealerships; ii) two Honda dealerships; iii) one Mazda dealership; iv) one Hyundai dealership; and v) one Ford dealership in Klang Valley, Malaysia.

MeGroup maintains long-standing partnerships with its manufacturing customers and is an Approved Supplier to Proton, Perodua, Honda, Mazda, Toyota and Johnson Controls Hitachi. The Group also has established relationships with its dealership principals.

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*This press release has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor, CIMB Bank Berhad (“**Sponsor**”) in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalist.*

This press release has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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