



GP Industries Limited
(Incorporated in the Republic of Singapore)
Co. Reg. No. 199502128C

ACQUISITION OF REMAINING INTEREST IN A SUBSIDIARY – GP ELECTRONICS (HUIZHOU) CO., LTD.

The board of directors (the "**Board**") of GP Industries Limited (the "**Company**") would like to announce that the Company has acquired the remaining 5% equity interest (the "**Acquisition**") in GP Electronics (Huizhou) Co., Ltd. ("**GPEHZ**") for a cash consideration of RMB15,910,000 (equivalent to approximately S\$3,252,000) (the "**Acquisition Consideration**"). As a result of the Acquisition, GPEHZ is now a wholly owned subsidiary of the Company.

GPEHZ is incorporated in China and is principally engaged in the manufacturing of acoustic and electronic products. The Acquisition Consideration was arrived at on a "willing-seller willing-buyer" basis after considering, *inter alia*, the net asset value of GPEHZ. No person was commissioned to value the GPEHZ shares acquired. Share of net asset acquired amounted to approximately S\$1,936,000.

The Acquisition was funded by the Company's internal resources and is not expected to have any material impact on the Company's consolidated net tangible assets and earnings per share for the financial year ending 31 March 2018.

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

By order of the Board

Kelly Kiar Lee Noi
Company Secretary
6 February 2018