TRANSIT-MIXED CONCRETE LTD
Company Registration No. 197902587H
(Incorporated in Singapore)

THE PROPOSED DISPOSAL OF 45% INTEREST IN PT ATMC PUMP SERVICES

1. INTRODUCTION

The Board of Directors of Transit-Mixed Concrete Ltd (the "Company", together with its subsidiaries, the "Group") wishes to announce that the Company has in accordance to the provisions of the existing shareholders agreement with PT Acset Indonusa, Tbk ("PT ACSET" or the "Purchaser"), exercised its put option to dispose the Company's entire 45% of the issued and paid-up capital ("Sales Shares") of PT ATMC Pump Services ("PT ATMC")(the "Proposed Disposal"). The Purchaser has on 17 May 2021 formally agreed to acquire the Sales Shares for a cash consideration of IDR 20.25 billion (approximating S$1,875,000, at S$1:IDR10800). This is subject to the execution of a Sale & Purchase agreement.

2. INFORMATION ON PT ATMC

PT ATMC is a joint venture entity established on 21 July 2014 under the laws of the Republic of Indonesia and is principally engaged in providing concrete pumping services in Indonesia. As at the date of this announcement, the issued and paid-up capital of PT ATMC is IDR 45 billion and the Company and the Purchaser currently hold 45% and 55% interest in PT ATMC respectively.

Upon the completion of the Proposed Disposal, PT ATMC will cease to be a joint venture entity of the Company.

3. INFORMATION ON PT ACSET

PT ACSET is a limited liability and public listed company duly established and existing under the Laws of the Republic of Indonesia. The Purchaser is engaged in the business of construction.

4. RATIONALE FOR THE PROPOSED DISPOSAL AND USE OF PROCEEDS

Following a thorough review of its business focus and activities, the Board is of the view that the Proposed Disposal will enable the Group to conserve and re-strategise its financial and capital resources for its other businesses.

The Company intends to use the net proceeds of approximating S$1,875,000 from the Proposed Disposal for working capital purposes, while keeping a look out for business opportunities that can generate higher value to the shareholders of the Company.

5. FINANCIAL EFFECTS

The Proposed Disposal is not expected to have a material impact on the Company's consolidated net tangible assets or earnings per share for the financial year ending 28 February 2022.

6. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Proposed Disposal, save through their shareholdings (if any) in the Company.

7. CAUTION IN TRADING

Shareholders and potential investors should exercise caution when trading in shares of the Company, and where in doubt as to the action they should take, they should consult their financial, tax or other advisors.

By Order of the Board

Chen Lee Lee
Company Secretary
17 May 2021