Global Brands, Local Favourites

MEWAH INTERNATIONAL INC.
(Company Registration No.: CR-166055)

ASSET ACQUISITIONS AND DISPOSALS

Mewah International Inc. (the "Company", and together with its subsidiaries, the "Group") wishes to announce that it has executed a Shares Sale & Purchase Agreement on 30 September 2022 to acquire 100% equity interest in PT Simpang Kanan Lestarindo ("PTSKL") an Indonesian company which owns and operates facilities in palm oil business.

The acquisition consideration of USD6.75 million is a combination of share purchase price and takeover of bank loan in PTSKL. The consideration will be funded by internal accruals. This consideration has been arrived at on a willing-buyer, willing-seller basis taking into consideration various factors, including the location and potential of the assets, commercial attractiveness of the business and the prevailing marketing conditions.

Following the acquisition, PTSKL will become an indirect wholly owned subsidiary of the Group. The net asset value of the shares being acquired is approximate of US$5.2 million. The purchase price allocation to goodwill, intangibles assets and other assets and liabilities is currently being assessed and is expected to be finalised within 12 months from the date of acquisition.

Presently there is an on-going litigation amongst two former shareholders of PT SKL disputing fulfilment of certain conditions in their mutual sales and purchase agreement towards 32% equity interest in PT SKL. In case the ultimate outcome of this legal proceeding results in existing selling shareholder losing their rights to equivalent equity interest in PT SKL, the Company's indirect equity interest in PT SKL will be proportionately reduced retrospectively.

The above transaction is not expected to have any material impact on the consolidated net tangible assets or earning per share of the Company for the current financial year.

None of the Directors or Substantial Shareholders of the Company have any direct or indirect interest in the above transaction.

Issued by

MEWAH INTERNATIONAL INC.
30th September 2022