



TUAN SING HOLDINGS LIMITED
(Company Registration No. 196900130M)
(Incorporated in Singapore)

PROPOSED TRANSACTIONS IN RESPECT OF A SUBSIDIARY OF THE COMPANY'S INDIRECT ASSOCIATED COMPANY

1. Proposed Transaction

The Board of Directors (the “**Board**”) of Tuan Sing Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that Gultech China Pte. Ltd. (“**Gultech China**”), a subsidiary of the Company’s associated company, Gul Technologies Singapore Pte. Ltd (“**Gultech Singapore**”) ¹, has entered into sale and purchase agreements on 30 April 2021 to divest approximately 13% of the total shares in the issued share capital of Gultech (Jiangsu) Electronics Co., Ltd (“**Gultech Jiangsu**”) ² (the “**Sale Shares**”) to two groups of investors based in the People’s Republic of China (“**PRC**”), Yonghua Capital and Wens Capital (collectively, the “**Investors**”) (the “**Proposed Transaction**”).

The aggregate consideration in respect of the Proposed Transaction is approximately RMB 435,000,000 (“**Consideration**”) ³. This implies a valuation for the equity of Gultech Jiangsu (on a 100% basis) of approximately RMB 3,350,000,000. The Consideration will be held in escrow pending completion of the share transfer from Gultech China to the Investors and payment of withholding tax in the PRC. Completion of the Proposed Transaction is expected to take place by 31 July 2021. Upon completion of the Proposed Transaction, Gultech China and Gultech Jiangsu will remain as associated companies of the Company.

None of the directors or the controlling shareholders of the Company has any interest, direct or indirect, in the Proposed Transaction other than through their respective shareholdings in the Company.

2. Potential Transaction

Further to the Proposed Transaction, the Company has been informed that Gultech Jiangsu is evaluating strategic options, including the possibility of a potential listing of Gultech Jiangsu on a stock exchange in the People’s Republic of China (the “**Potential Transaction**”). The Company has also been informed that Minsheng Securities Co., Ltd. has been appointed as financial advisers and AllBright Law Offices has been appointed as legal advisers.

3. Cautionary statement

¹ The Company, through its wholly owned subsidiary, TS Technologies Pte Ltd, owns 44.5% of the issued shares in Gul Tech Singapore. Gul Tech Singapore wholly owns Gultech China, which in turn wholly owns Gultech Jiangsu.

² Gultech Jiangsu is incorporated in the PRC and is a wholly owned subsidiary of Gultech China.

³ This is subject to deductions for withholding tax as required by law.

Shareholders should note that there is no certainty or assurance that the Potential Transaction and the other matters contemplated in this announcement will be completed. Accordingly, Shareholders are advised to exercise caution when trading in the shares of the Company. The Company will make the necessary announcements when there are further developments on the Potential Transaction and other matters contemplated by this announcement. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

By Order of the Board

William Liem
Chief Executive Officer
30 April 2021