



MEGACHEM LIMITED
Registration No.198803293M

INCREASE IN INVESTMENT IN MEGACHEM (UK) LTD

The Board of Directors of Megachem Limited (the “Company”) wishes to announce that the Company has increased its percentage shareholding in Megachem (UK) Limited (“MUL”), its 85% owned subsidiary company, by acquiring 12,000 ordinary shares at a total consideration of S\$393,415 from an existing minority shareholder (the “Consideration”).

Based on the audited full year accounts of MUL, the net profit after tax for MGU for the financial year ended 31 December 2023 amounted to S\$37,300. The net tangible assets of MUL as at 31 December 2023 was S\$2,699,783.

The Consideration which was funded through internal resources, was negotiated on an arm’s length basis between the minority shareholder and the Company taking into account, *inter alia*, the net tangible assets of MUL as at 31 December 2023. No independent valuation was commissioned in respect of the increase in shareholding. The increase in shareholding is not expected to have any material impact on the earnings per share and the net tangible assets per share of the Company for the current financial year.

Subsequent to the above, the Company’s percentage shareholding in MUL increased from 85% to 97%.

As the absolute relevant figures computed under Rules 1006(b) and 1006(c) are less than 5%, the acquisition of additional shares in MUL constitutes a non-disclosable transaction under Chapter 10 of the Catalist Rules. Notwithstanding, the Group is making an announcement pursuant to Rule 706A of the Catalist Rules.

None of the Directors or controlling shareholders of the Company and their respective associates has any interest, direct or indirect (other than through their respective shareholdings in the Company) in the above investment.

On Behalf of the Board

Chew Choon Tee
Managing Director

28 March 2024

This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor").

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Bernard Lim (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.