



YEO HIAP SENG LIMITED

(Incorporated in Singapore)
(Company Registration No. 195500138Z)

Disposal of the Entire Shareholding Interest in an Associated Company

The Board of Directors of Yeo Hiap Seng Limited (“**YHS**” or the “**Company**”) wishes to announce that pursuant to the terms of a sale and purchase agreement entered into between the Company and Far East Orchard Limited (“**FEOR**”), the Company has disposed its entire shareholding of 200,000 fully paid ordinary shares (“**Sale Shares**”) in Seasons Green Limited (“**Seasons Green**”) representing 20% of Seasons Green’s total issued share capital to FEOR, the other existing shareholder (the “**Disposal**”). The cash consideration for the Disposal under the sale and purchase agreement was S\$1.00 (the “**Shares Consideration**”). Consequent to the Disposal, Seasons Green has ceased to be an associated company of YHS.

Seasons Green was established in Singapore in 1997 as a joint venture entity between the Company and FEOR (Orchard Parade Holdings Limited as it was then known), and one of its principal activities is property development. Seasons Green has been dormant since 2000.

The Shares Consideration was arrived at based on arm’s length negotiations and willing buyer willing seller basis, in accordance with the terms of the joint venture agreement between the Company and FEOR in relation to Seasons Green, taking into account the net deficit position of Seasons Green. Based on the unaudited financial statements of Seasons Green for the 6 months ending 30 June 2018, the book value and net tangible asset value of the Sale Shares is approximately (\$6,460,226) as at 30 June 2018.

The Disposal is not expected to have any material impact on the net tangible assets or earnings per share of the YHS Group for the financial year ending 31 December 2018.

By Order of the Board
Joanne Lim Swee Lee
Sau Ean Nee
Company Secretaries
31 July 2018