

SHINVEST HOLDING LTD.
(Incorporated in the Republic of Singapore on 16 December 1989)
(Company Registration No. 198905519R)

PARTIAL DISPOSAL OF THE COMPANY'S SHAREHOLDING IN THE ISSUED AND PAID UP SHARE CAPITAL OF ESPRESSIF SYSTEMS (SHANGHAI) CO., LTD.

The Board of Directors (the "**Board**") of Shinvest Holding Ltd. (the "**Company**"), together with its subsidiaries (the "**Group**"), refers to the Circular to Shareholders dated 30 September 2020 in relation to the disposal mandate for the proposed disposal, in whole or in part, of 6.0% shareholding in the issued and paid-up share capital of Expressif Systems (Shanghai) Co., Ltd ("**Expressif Shanghai**"), comprising 4,800,000 ordinary shares (the "**Circular**").

INTRODUCTION

1. As disclosed in the Circular, the Company held 4.8 million shares in Expressif Shanghai, representing 6.0% of the existing issued and paid-up share capital of Expressif Shanghai.
2. The Company had on 15 October 2020, obtained a disposal mandate from its Shareholders to dispose of, in whole or in part, its 6.0% shareholding in Expressif Shanghai ("**Disposal Mandate**") at the Extraordinary General Meeting held on 15 October 2020.
3. The Board wishes to announce that the Company has commenced the disposal of Expressif Shanghai's shares on 23 October 2020 by way of Auction Trading (竞价交易) on China Merchant Securities Co., Ltd.'s online platform (the "**Disposal**").

INFORMATION ON DISPOSAL TRANSACTIONS

Disposal Date	Average Share Selling Price per Share (RMB)	No. of Shares Disposed	Net Cash Proceeds ⁽¹⁾ (RMB)
23 Oct 2020 to 27 Oct 2020	177.63	157,542	27,950,904.68

Notes:

⁽¹⁾ after deducting of administrative fee, stamp duty and transfer fees for the sale of shares to third parties.

FINANCIAL IMPACT

Based on the Company's unaudited full year financial statements for the financial year ended 31 August 2020, the Group expects to record a gain before tax of approximately S\$145,713 based on the disposal price of the above-mentioned share selling price.

FINANCIAL EFFECTS

For the purposes of illustration only, the pro forma financial effects of the Disposal taken are set out below. The pro forma financial effects are based on the most recently completed financial year for the financial year ended 31 August 2020.

1. Net Tangible Assets ("**NTA**") (assuming that the Disposal had been effected at the end of the financial year)

	As at 31 August 2020	
	NTA (S\$'000)	NTA per share
Before the Disposal	150,448	503.08
After the Disposal	150,572	503.50

2. Earnings Per Share (“EPS”) (assuming that the Disposal had been effected on 1 September 2019)

	As at 31 August 2020	
	Earning (S\$'000)	EPS (cents)
Before the Disposal	34,652	115.87
After the Disposal	34,776	116.29

RELEVANT FIGURES UNDER RULE 1006 OF THE LISTING MANUAL

The relative figures computed on the bases set out in Rule 1006 of the Listing Manual based on the latest announced unaudited full year financial statements of the Company and its subsidiaries (the “Group”) for the financial year ending 31 August 2020 are as follows:

Rule		Relative figures
Rule 1006(a)	Net asset value of the assets to be disposed of, compared with the Group's net asset value	3.15%
Rule 1006(b)	Net profits attributable to the assets disposed of, compared with the Group's net profits	3.60%
Rule 1006(c)	The aggregate value of the consideration received, compared with the Company's market capitalisation of S\$101,976,807 as of 22 October 2020	5.52%
Rule 1006(d)	The number of equity securities issued by the Company as consideration for an acquisition, compared with the number of equity securities previously in issue	Not Applicable
Rule 1006(e)	The aggregate volume or amount of proved and probable reserves to be disposed of, compared with the aggregate of the Group's proved and probable reserves	Not Applicable

RATIONALE AND USE OF PROCEEDS

As elaborated in the circular to Shareholders dated 30 September 2020, the Company has reviewed its investment portfolio and is of the view that it is an opportune time to realise its investments in Espressif Shanghai.

The proceeds from the Disposal will be used for general working capital purposes of the Group and/or investment opportunities, as the Directors may deem appropriate in the interest of the Group.

DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' INTEREST

None of the Directors or substantial shareholders of the Company, or its subsidiaries have any interest, direct or indirect, in the Disposal other than by reason only of being a Director or a Shareholder of Shares.

CAUTIONARY STATEMENT

Shareholders and potential investors are therefore reminded to exercise caution when dealing in the securities of the Company and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors if they are in doubt about the actions that they should take.

BY ORDER OF THE BOARD

Teo Teck Leong
Managing Director
28 October 2020