

G. K. GOH HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199000184D)

DIVESTMENT OF INTERESTS IN EUN HOLDINGS LLP

The board of directors (the “**Board**”) of G. K. Goh Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) is pleased to announce the proposed sale of the Group’s stake in EUN Holdings LLP (“**EUN**”) for a consideration of US\$79 million (approximately S\$107 million), subject to the fulfilment of certain regulatory conditions. If completed, this sale will generate a net profit of approximately S\$60 million. The Group will also reinvest 15% of the sale consideration, or approximately S\$16 million, into the acquiring entity.

Details of the Transaction

Pursuant to a corporate exercise involving *inter alia* EUN, which is the partnership entity through which the Group holds its interest in the euNetworks Group of companies (“**euNetworks**”), all investors in EUN (“**Investors**”) will be divesting their entire interest in EUN and the partnership will be liquidated (“**Proposed Transaction**”). After the completion of the Proposed Transaction, a majority interest in euNetworks will be held by Stonepeak Infrastructure Partners, which will also provide euNetworks with up to US\$500 million of committed capital for future growth. Stonepeak is an infrastructure private equity firm based in New York which currently manages approximately US\$11.3 billion of capital for its investors.

As part of the Proposed Transaction, Investors have been, or will be, given an opportunity to roll-over up to 15% of their interests in EUN (subject to a minimum rollover of €1,000) to interests in the new entity which will own euNetworks (“**Rollover**”). The consideration for the divestment of interests in EUN which are not rolled-over pursuant to the Rollover will be paid for in cash.

Along with some of the key investors in EUN, the Group has decided to exercise its Rollover in full, as maintaining a stake in euNetworks will allow the Group to obtain further returns from the growth in the business of euNetworks, which owns and operates dense fibre-based metropolitan networks in 14 European cities, connected by an intercity backbone covering 49 cities in 15 countries.

The Proposed Transaction and the exercise of the Rollover are in the Group’s ordinary course of business. Net of the Rollover investment, the Group expects to receive net cash of S\$91 million from the sale. This cash will be used to finance new long-term investments and to repay bank borrowings.

Shareholders and potential investors should note that completion of the Proposed Transaction (including the Rollover) is subject to certain regulatory approvals and is expected to complete in the coming months. Accordingly, shareholders and potential investors should exercise caution when trading in the Company’s shares. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers. The Company will make further announcements on the Proposed Transaction as and when appropriate.

BY ORDER OF THE BOARD

Thomas Teo Liang Huat
Company Secretary

6 November 2017