



MUN SIONG ENGINEERING LIMITED
(Company Registration No. 196900250M)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE SGX-ST LISTING MANUAL

Pursuant to Rule 706A of the Listing Manual of Singapore Exchange Securities Trading Limited, Mun Siong Engineering Limited ("**Company**"), together with its related companies (the "**Group**") wishes to announce the following transactions that occurred for the period from 1 January 2022 to 30 June 2022:

Increase in paid-up share capital of Pegasus Advance Engineering Sdn Bhd ("**PAE M**")

The shareholders of PAE M are Mohamed Ridza Bin Mohamed Abdulla ("**MRA**") who holds 51.0% equity stake and Mun Siong Engineering Sdn Bhd ("**MSE M**") who holds the remaining 49.0% equity stake.

On 27 May 2022, PAE M issued 8,000,000 new ordinary shares at RM1.00 each. These newly issued ordinary shares were fully subscribed by the existing shareholders of PAE M in pro rata to their equity holdings. The equity stake after issuance of these ordinary shares remains unchanged - MRA (51.0%) and MSE M (49.0%). The proceeds from these newly issued shares will be used to redeem all the outstanding Redeemable Cumulative Preference Shares ("RCPS") of RM8.0 million, The RCPS was issued and fully subscribed by the Company.

Please refer to the announcement dated 27 May 2022 for more details.

The subscription of the ordinary shares in PAE M by MSE M will be funded by the Group's internal resourced and is not expected to have a material impact on the net tangible assets per share and earnings per share of the Group for the financial year ending 31 December 2022.

None of the Directors or Substantial Shareholders of the Company have any interest, direct or indirect in the above transactions other than their shareholdings interest in the Company.

By Order of the Board

Cheng Woei Fen
Executive Chairlady

4 August 2022