
Proposed Acquisition of Light Engine Technologies by XIC Innovation

Summary of Proposed Acquisition

- **Purchaser – XIC Innovation Limited (“XIC”)**, a 38.13% owned associated company of **GP Industries Limited (“GP Industries”)** as at 31 March 2022. XIC is principally engaged in the development, manufacturing, and sales of LED displays solutions after the disposal of Time Interconnect Technology Limited in March 2022 for cash consideration of approximately HK\$940.1 million (approximately S\$163.5 million)
- **Vendor – United Luminous International (Holdings) Limited**
- **Target Company – Light Engine Technologies Limited (“Light Engine”)**, which is principally engaged in the development, manufacturing and sales of light-emitting diode lighting products and modules for horticultural lighting solutions, IoT lights, commercial and hospitality, health care and printed circuit board assembly lights.
- **Consideration – Cash of HK\$1.1 billion (approximately S\$191.26 million)**, which will be funded by the Purchaser using the proceeds from the disposal of Time Interconnect and internal working capital of XIC.

No Significant Cash Outflow by GP Industries

- **GP Industries' only payment in this Proposed Acquisition is the professional fees and expenses incurred for seeking Shareholders' approval pursuant to SGX Listing Rules**

Rationale & Benefits

- **XIC's LED display business can have substantial synergies with Light Engine**
- **Stable and consistent profit contribution from Light Engine**
- **XIC has the knowledge to run Light Engine's business**

Synergies between XIC & Light Engine

- **Share of manufacturing & testing facilities provides better service to customers**
- **Light Engine's PSU design capability helps XIC to design its customized power products**
- **XIC's color mixing management & dimming control technology will be an asset to Light Engine in product design**
- **XIC's expertise in module design helps Light Engine to design super power lighting fixture**
- **Achieve better supply chain management and operational cost effectiveness**
- **XIC's expertise in control system protocol helps Light Engine to develop more advanced smart products**



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