
CHANGE IN SHAREHOLDING IN A SUBSIDIARY

The Board of Directors (the “Board”) of ValueMax Group Limited (the “Company” together with its subsidiaries, the “Group”) is pleased to announce the sale of 21.25% of the shareholding in its wholly-owned subsidiary, ValueMax Pawnshop (CCK) Pte Ltd (“VMCCK”), to Ar Rahnu Singapore Pte Ltd (“Ar Rahnu Singapore”) Limited for a consideration of \$425,000 on 22 October 2020.

VMCCK transferred its pawnbroking business to a fellow subsidiary in 2018 and became a dormant company. In 2020, VMCCK applied for and was granted a pawnbroking licence to operate a pawnshop at 1 Joo Chiat Road #01-1023 Singapore 420001. On 15 August 2020, with the assistance of Ar Rahnu Singapore, VMCCK opened its first Syariah compliant pawnshop in Singapore.

On 22 October 2020, the Company entered into an agreement with Ar Rahnu Singapore for Ar Rahnu Singapore to acquire 21.25% of the shareholding in VMCCK for \$425,000 and to provide advisory support to VMCCK on matters of Syariah compliance. The audited net asset value of the VMCCK as at 31 December 2019 was \$2.0 million.

The above transaction is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the financial year ending 31 December 2020.

None of the Directors or Controlling Shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company) in the above transaction.

By Order of the Board

Lotus Isabella Lim Mei Hua
Company Secretary
22 October 2020