NEW TOYO INTERNATIONAL HOLDINGS LTD
Company Registration No.: 199601387D

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE LISTING MANUAL

Pursuant to Rule 706A of the Listing Manual of Singapore Exchange Securities Trading Limited, the Board of Directors of New Toyo International Holdings Ltd (the "Company" and together with its subsidiaries, the "Group") wishes to announce the following:

<u>Divestment of interest in a subsidiary</u>
- Jing Cheng Beijing Duck Restaurant Sdn. Bhd.

On 24 July 2026, Toyoma Non-Carbon Paper Manufacturer Sdn Bhd ("TNCP"), a wholly-owned subsidiary of the Company, completed the sale of its entire issued share capital in Jing Cheng Beijing Duck Sdn. Bhd. ("JCBD"), consisting of 3,000,000 ordinary shares (the "Disposal"), to Asia Regal Enterprise Limited, an independent third party (the "Purchaser"), for an aggregate cash consideration of USD605,000 ("Consideration").

TNCP had received payment of USD300,000 and the remaining USD305,000 shall constitute deferred consideration ("Deferred Consideration").

Fast Win Enterprise Limited ("Fast Win"), a wholly owned subsidiary of the Company, had waived a debt of USD1,660,127 owing by JCBD ("Debt Waiver"). The Purchaser has acknowledged and undertaken to pay to Fast Win the remaining debt of USD1,195,000 ("Remaining Debt").

The Deferred Consideration and the Remaining Debt shall be paid by the Purchaser in the following instalments:

i. USD500,000.00 by 31 January 2027, of which USD305,000.00 shall be payable to TNCP and the remaining USD195,000.00 shall be payable to Fast Win towards settlement of the Remaning Debt;
ii. USD500,000.00 by 31 July 2027, payable to Fast Win towards settlement of the Remaning Debt; and
iii. USD500,000.00 by 31 January 2028, payable to Fast Win towards settlement of the Remaning Debt.

The Consideration was arrived at after arms' length negotiations on a willing-buyer and willing-seller basis, taking into account, among others, the prevailing market conditions, the financial condition and performance of JCBD and the book value of JCBD.

As at 30 June 2026 (being the date of JCBD's latest available management accounts at the time), the net asset value of JCBD, after taking into account the Debt Waiver, was SGD404,000. Excluding the Debt Waiver, JCBD would have recorded a net liability position of SGD1,699,000. JCBD incurred a loss of SGD513,000 for the six months ended 30 June 2026.

The estimated net proceeds from the Disposal, after deducting estimated transaction expenses of approximately SGD19,000, are SGD764,000 ("Net Proceeds"). The Net Proceeds exceed the net book value of JCBD by approximately SGD360,000. The Company expects to record a gain on disposal of approximately SGD250,000 (net of tax) arising from the Disposal.

Following the completion of the Disposal, JCBD ceased as an indirect subsidiary of the Company.

The Disposal does not have any material effect on the net tangible assets and earnings per share of the Group for the financial year ending 31 December 2026.

Save for their shareholding interests in the Company, none of the Directors nor any of the controlling shareholders has any interest, direct or indirect, in the Disposal.

By Order of the Board

Lee Wei Hsiung
Company Secretary
13 August 2026