



## NEWS RELEASE

### **Fu Yu Proposes S\$20.3 Million Exercise to Privatisise Bursa-listed LCTH**

- Fu Yu planning a selective capital reduction and repayment exercise to cancel 105.7 million LCTH shares or 29.36% of LCTH's share capital that it does not own
- Entitled Shareholders of LCTH will receive cash payment of RM0.58 per share
- Privatisation of LCTH will provide the Group with greater flexibility to manage its business operations in Malaysia and reduce listing compliance costs

**Singapore, 7 December 2017** – Fu Yu Corporation Limited (“Fu Yu” or the “Group”), a vertically integrated manufacturer of precision plastic components in Asia, today announced its intention to privatise the Group’s subsidiary, LCTH Corporation Berhad (“LCTH”) through a selective capital repayment exercise (“Proposed SCR”) that will have a total value of around RM61.3 million (approximately S\$20.3 million).

LCTH is listed on Bursa Malaysia Securities Berhad (“Bursa Malaysia”). The principal business activities of LCTH and its subsidiaries are precision manufacturing of tools and plastic products in Malaysia.

The Proposed SCR involves LCTH undertaking a selective capital reduction and a corresponding capital repayment in respect of the LCTH Shares held by all shareholders of LCTH other than Fu Yu (“Entitled Shareholders”).

As at 6 December 2017, LCTH has a share capital of RM169,911,236 comprising 360,000,000 ordinary shares (“LCTH Shares”). The Group presently owns 254,295,643 million LCTH Shares, representing an equity interest of 70.64%, while the Entitled Shareholders hold 105,704,357 LCTH Shares which represent approximately 29.36% of the share capital of LCTH.

Pursuant to the Proposed SCR, the Entitled Shareholders will receive a total capital repayment of RM61.3 million, which represents a cash repayment of RM0.58 (“SCR Cash Amount”) for each LCTH Share. Upon successful completion of the Proposed SCR, the 105,704,357 LCTH Shares held by the Entitled Shareholders will be cancelled and LCTH will become a fully owned subsidiary of the Group. The Group does not intend to maintain LCTH's listing status on Bursa Malaysia after the Proposed SCR is completed.

#### **MEDIA AND INVESTOR RELATIONS CONTACT**

#### **OCTANT CONSULTING**

phone (65) 62963583

**Herman Phua** | mobile 9664 7582 | email [herman@octant.com.sg](mailto:herman@octant.com.sg)

**Lisa Heng** | mobile 9090 9887 | email [lisa@octant.com.sg](mailto:lisa@octant.com.sg)

The SCR Cash Amount was arrived at after taking into consideration, amongst others, the historical and prevailing market price of LCTH Shares and net assets of LCTH. The SCR Cash Amount is 1.01 times the net asset value of LCTH. In addition, the SCR Cash Amount represents a premium of 31.82% over the last transacted market price of RM0.44 per share on 6 December 2017, and 25.98% over the 3-months volume-weighted average price of RM0.4604 per share.

The Proposed SCR will be funded via the existing cash balance and internally generated funds of the LCTH group. Completion of the Proposed SCR shall be subject to fulfilment of all requisite conditions precedent including but not limited to, approval by relevant regulatory authorities or parties, and approval of the shareholders of LCTH for the Proposed SCR at an extraordinary general meeting to be convened.

Said Mr Elson Hew, Chief Executive Officer of Fu Yu, "In view of the low trading liquidity of LCTH Shares over the past 3 years, the Proposed SCR offers an attractive opportunity for LCTH's shareholders to realise their investments in cash and at a premium to the prevailing market price.

This privatisation exercise will allow LCTH's management and the Group to have greater flexibility in managing and developing the business of LCTH, without the regulatory cost and restrictions associated with its listing status on Bursa Malaysia. Apart from potential cost savings from the proposed delisting of LCTH, we believe that having full ownership of LCTH will also enable Fu Yu to better manage the production and financial resources of the Group's operations across Asia."

*This news release is to be read in conjunction with the Group's announcement posted on the SGX website on 7 December 2017.*

---

### **About Fu Yu Corporation Limited**

Fu Yu provides vertically-integrated services for the manufacture of precision plastic components and the fabrication of precision moulds and dies.

Since its inception in 1978, the Group has grown to become one of the largest manufacturers of high precision plastic parts and moulds in Asia. Today, the Group has established a strong presence in the region with manufacturing facilities located in Singapore, Malaysia and China.

Leveraging on close to 40 years of operating history, the Group has built a broad and diversified customer base of blue chip companies in the printing and imaging, networking and communications, consumer, medical and automotive sectors.

For further information on Fu Yu, please visit the Group's website at: <http://www.fuyucorp.com/>