



ENGRO CORPORATION LIMITED

(Registration no: 197302229H)

THE ENTRY INTO A JOINT VENTURE AGREEMENT BY A SUBSIDIARY

The Board of Directors of EnGro Corporation Limited ("**Company**"), and together with its subsidiaries ("**Group**"), is pleased to announce that the Company's 98.57% subsidiary, R&P (Pte.) Ltd. ("**R&P**") has entered into a joint venture agreement ("**JV Agreement**") with **Omni-Plus System Pte Ltd** to form a joint venture company ("**JVCO**") with the intent to manufacture and distribute thermoplastic compounds to serve the automotive industry in the Asia market (ex-China).

R&P will subscribe to 60% of the registered capital of the JVCO in the form of production equipment and technical knowhow valued at USD1.125 million. It is envisaged that the incorporation of the JVCO will be completed within six months or earlier from the date of JV Agreement, or such other date as mutually agreed by the parties. The details of the JVCO are as below:

Company name : R&P Technologies Pte Ltd
Registered capital : USD1.875 million
Principal activity : Manufacturing and distribution of thermoplastic compounds for the automotive industry
Place of incorporation : Singapore

None of the Directors (other than in his capacity as a Director or a shareholder of the Company, as the case may be) and controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

The above joint venture is not expected to have any material effect on the consolidated net tangible assets per share and earnings per share of the Company and the Group for the financial year ending 31 December 2017.

BY ORDER OF THE BOARD

Joanna Lim
Company Secretary
21 August 2017