
ACQUISITION OF AN ASSOCIATED COMPANY

INTRODUCTION

The Board of Directors (the “Board”) of ValueMax Group Limited (the “Company”) wishes to announce that its associated company, SYT Pavilion Sdn Bhd (“SYT Pavilion”) has, on 9 April 2019, acquired 100% of the issued and paid up share capital, comprising 4 million ordinary shares in in Pajak Gadai Fajar Tebrau Sdn Bhd (“Fajar Tebrau”), a pawnbroker incorporated in Malaysia. Fajar Tebrau will be a wholly owned subsidiary of SYT Pavilion.

CONSIDERATION AND PAYMENT

The consideration for the Acquisition was RM3.98 million and was fully satisfied in cash. The consideration was arrived at on a willing buyer, willing seller basis, taking into account the value of the loan book and inventory.

The consideration was fully satisfied by the internal resources of the Group.

NET ASSET VALUE

The net asset value of Fajar Tebrau for the financial year ended 30 November 2018 was RM3.56 million.

RATIONALE FOR THE ACQUISITION

The Acquisition is in line with the Group’s expansion strategy.

RELATIVE FIGURES

As none of the relative figures computed on the applicable bases under Rule 1006 of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “**Listing Manual**”) exceeds 5%, the Acquisition is a non-discloseable transaction under Chapter 10 of the Listing Manual.

FINANCIAL EFFECT OF THE ACQUISITION

The above transaction is not expected to have a material impact on the consolidated net tangible assets and earnings per share of the Group for the financial year ending 31 December 2019.

INTERESTS OF THE DIRECTORS AND CONTROLLING SHAREHOLDERS

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

11 April 2019