

ELLIPSIZ LTD

Company Registration No. 199408329R
(Incorporated in the Republic of Singapore)

ACQUISITION OF SHARES BY KALMS (SINGAPORE) PTE LTD

Ellipsiz Ltd (the “**Company**”) wishes to announce the acquisition of shares representing a 60% interest in Gozen Pte Ltd (“**Gozen**”) by Kalms (Singapore) Pte Ltd (“**Kalms SG**”) on 6 August 2018 (the “**Acquisition**”).

Kalms Investment Pte Ltd, a joint venture company in which EIR Investments Pte Ltd, a wholly-owned subsidiary of the Company, has a 50% interest, holds a 90% interest in Kalms SG.

Gozen specialises in the production of ready-to-eat meals and other foods and snacks using premium recipes and ingredients. Kalms SG will, through this investment, acquire an immediate and operating capability in production, which will enable a steady supply of quality ready-to-eat meals for retail through its intelligent vending machines.

The aggregate consideration for the Acquisition is S\$300,000 (the “**Consideration**”). The Consideration was arrived at on a willing-buyer willing-seller basis, taking into account the unaudited net asset value of Gozen and the commercial benefits that Kalms SG will derive from its direct control over food production volumes and standards in the retail of quality ready-to-eat meals through its intelligent vending machines. The Acquisition will be funded through Kalms SG’s internal resources. Based on the management accounts of Gozen, the unaudited net asset value of Gozen as at 31 July 2018 was approximately S\$208,000. No valuation was commissioned in relation to Gozen.

None of the Directors or controlling shareholders of the Company or their respective associates has any interest, direct or indirect, in the Acquisition save for their shareholdings in the Company.

The Acquisition is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the current financial year ending 30 June 2019.

By order of the Board

CHNG HEE KOK

Chairman

6 August 2018