MINDCHAMPS PRESCHOOL LIMITED
(Company Registration Number: 200814577H)
(incorporated in the Republic of Singapore on 25 July 2008)

ACQUISITION OF 2 PRESCHOOL CENTRES IN SYDNEY, AUSTRALIA

DBS Bank Ltd. was the sole issue manager, bookrunner and underwriter (the "**Sole Issue Manager, Bookrunner and Underwriter**") for the initial public offering of shares in, and listing of, the Company on the Mainboard of the SGX-ST in November 2017. The Sole Issue Manager, Bookrunner and Underwriter assumes no responsibility for the contents of this announcement.

The Board of Directors of MindChamps PreSchool Limited (the "**Company**") is pleased to announce that the Company's indirect wholly-owned subsidiary, MindChamps Early Learning & Care @ Eastwood Pty. Limited, has entered into a Business and Asst Sale Agreement with Smart Child Care Pty Ltd to acquire the business and assets of 2 preschool centres at Hurstville and Wheeler Heights, both in Sydney, Australia, at an aggregate purchase consideration of A$5,900,000.

The assets to be acquired under the Business and Asset Sale Agreement referred to above include, among others, the authorisations of the Australian government agency to provide child care and education services at each respective preschool centre, the intellectual property rights and licences in relation to each respective business, and the plant and equipment of each respective preschool centre. MindChamps Early Learning & Care @ Eastwood Pty. Limited will also be entering into new leases with the respective landlords of each preschool centre premise.

The purchase consideration referred to above was arrived at on an arms' length, willing-seller-willing-buyer basis, after taking into account various factors such as the existing assets, goodwill, financial position and business prospects of each of the respective preschool centres, and is intended to be satisfied from a combination of cash from the Company's IPO proceeds and an acquisition loan, and is to be paid upon completion of the Business and Asset Sale Agreement, subject to satisfaction of conditions precedent.

The above acquisition is in the ordinary course of the expansion of the Company's business for the purposes of Chapter 10 of the Singapore Exchange Securities Trading Limited Listing Manual. The said acquisition is expected to have a positive impact on the earnings per share of the Group for the financial year ending 31 December 2018.

None of the Directors or substantial shareholders of the Company have any interest, directly or indirectly, in the said transactions save for their interest arising by way of their shareholdings and/or directorships, as the case may be, in the above transactions.

MindChamps PreSchool Limited
6 August 2018