

CESSATION OF SUBSIDIARIES IN VIETNAM

GuocoLand Limited (the “**Company**”, and together with its subsidiaries, the “**GuocoLand Group**”) wishes to announce that its wholly-owned subsidiary, GuocoLand Vietnam (S) Pte. Ltd. (“**GLVS**”) together with GuocoLand Vietnam Company Limited (“**GVC**”) (a wholly-owned subsidiary of GLVS established in Vietnam), have entered into a Sale and Purchase Agreement (the “**Agreement**”) with Mr. Hang Vay Chi, Mrs. Vuong Hoa and TT Investment Company Limited (collectively, the “**Purchasers**”), for the proposed sale of the entire charter capital of GVC owned by GLVS to the Purchasers (the “**Transaction**”). GVC, in turn is the legal and beneficial owner of all the capital contribution in GuocoLand Binh Duong Property Co., Ltd. (“**GLBD**”). Both GVC and GLBD will cease to be subsidiaries of GLVS and the Company upon completion of the Transaction, and the Company will accordingly not have business operations in Vietnam.

GVC’s principal activity is that of a holding company whilst GLBD is the property developer of The Canary, located next to the Vietnam Singapore Industrial Park in Binh Duong Province, just outside Ho Chi Minh City, Vietnam. To-date, GLBD had completed and sold 100% of the residential units in Homez@The Canary and Canary Heights. GLBD also owns some plots of land for future development.

The aggregate consideration for the Transaction is VND 656,093,164,000 (approximately USD 28 million) which includes cash and cash equivalent in GVC and GLBD in the sum of VND 222,638,164,000 (approximately USD 9.5 million) that is subject to adjustments in accordance with the Agreement (the “**Consideration**”). The Consideration was arrived at on a willing-buyer and willing-seller basis after arms-length negotiations, taking into account the net asset value in GVC and GLBD amounting to VND 342,123,260,000 (approximately USD 14.6 million). The Consideration will be satisfied wholly in cash in tranches with the final payment (excluding any post-completion adjustments) to be made at completion of the Transaction (“**Completion**”), which is expected to take place by April 2021.

Completion of the Transaction is conditional upon certain conditions precedent being fulfilled and subject to the necessary government and regulatory approvals, waivers and consents in Vietnam being obtained.

The Transaction is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the GuocoLand Group for the financial year ending 30 June 2021.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Transaction.

BY ORDER OF THE BOARD

MARY GOH SWON PING
Group Company Secretary

14 October 2020