

CSE GLOBAL LTD
(Incorporated in the Republic of Singapore)
(Company Registration Number:198703851D)

ACQUISITION OF NEW SUBSIDIARY

Pursuant to Rule 704(17)(c) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“**the Listing Manual**”), the Board of Directors of CSE Global Ltd (the “**Company**”) wishes to announce that CSE Crosscom Pty Ltd (“**CSE Crosscom**”), an indirect wholly-owned subsidiary of the Company, has entered into a share purchase agreement (“**SPA**”) to acquire 100% of the issued share capital of RCS Telecommunications Pty Ltd (“**RCS**”), an Australian limited liability company, from eight shareholders (“**the Sellers**”) (“**the Proposed Acquisition**”). The Sellers are not related to the Company, its directors, its subsidiaries or its controlling shareholders.

RCS is principally engaged in communications networking and 2-way radio systems design & implementation. RCS will, upon completion of the Proposed Acquisition, become an indirect wholly-owned subsidiary of the Company.

The aggregate consideration for the Proposed Acquisition is A\$11.64 million (approximately S\$11.26 million), subject to closing adjustments to the accounts at completion date. The consideration was arrived at on a willing-buyer, willing-seller basis, taking into account various factors such as the existing customer contracts and assets, intellectual property, goodwill, and business prospects of RCS. The consideration will be satisfied wholly in cash. Based on unaudited financial statements as at 30 June 2018, the net tangible asset value of RCS is A\$7.1 million (approximately S\$6.9 million).

As none of the relative figures computed on the applicable bases under Rule 1006 of the Listing Manual exceeds 5%, the acquisition is a non-discloseable transaction under Chapter 10 of the Listing Manual.

The above transaction was funded through internal resources and is not expected to have any material impact on the Group’s earnings per share or net tangible assets per share for the financial year ending 31 December 2019.

None of the Directors or Controlling Shareholders of the Company has any interest, direct or indirect (other than through his shareholdings in the Company) in the above transaction.

By Order of the Board

Victor Lai Kuan Loong
Company Secretary
22 March 2019