



GP Industries Limited
(Incorporated in the Republic of Singapore)
Co. Reg. No. 199502128C

VOLUNTARY ANNOUNCEMENT - DISPOSAL OF LAND AND BUILDINGS LOCATED IN SUZHOU, PRC BY AN ASSOCIATE

This announcement is made by GP Industries Limited (the “Company”, and together with its subsidiaries, the “Group”) on a voluntary basis.

The board of directors (the “Board”) of the Company is pleased to announce that Meida Technology (Suzhou) Co. Ltd. (美達科技(蘇州)有限公司, “Meida”), a 20.27% indirectly held associate of the Company, has accepted an offer from 蘇州市相城區澄陽街道房屋回購辦公室 (for identification purposes “The Office for Property Repurchase of Chengyang Street, Xiangcheng District, Suzhou City”) to acquire Meida’s land and factory complex located at Suzhou, the People’s Republic of China (“PRC”), (the “Property”) for a cash compensation of Renminbi (“RMB”) 698.0 million (approximately S\$140.4 million)¹ (the “Disposal”).

Meida is a wholly owned subsidiary of Meiloon Industrial Co., Ltd. (“Meiloon”). Meiloon is listed on the Taiwan Stock Exchange Corporation and is 20.27% owned by the Group.

As disclosed by Meiloon:

- (i) The Property comprises land and buildings with land area and total floor area of 223,079.40 square metres and 151,118.92 square metres, respectively.
- (ii) The Property is valued at approximately RMB671.1 million (approximately S\$135.0 million) by an independent valuer.
- (iii) The Disposal is a result of the development plan of the Xiangcheng District, Suzhou City, PRC.
- (iv) Meida’s estimated gain on the Disposal is approximately RMB437.3 million (approximately S\$87.9 million).
- (v) Meida is not a principal manufacturing base of the Meiloon Group and therefore the Disposal is not expected to have a material impact on the operations of Meiloon and its subsidiaries (the “Meiloon Group”).

More information about the Disposal can be found on Meiloon’s website at the URL www.meiloon.com.tw.

Upon the Meiloon Group recognises the gain from the Disposal, the Group’s share of results of Meiloon Group would include its share of such gain. Save as aforementioned, the Disposal is not expected to have a material impact on the consolidated earnings per share and net tangible asset per share of the Company for the financial year ending 31 March 2021.

By Order of the Board

Kelly Kiar Lee Noi
Company Secretary
23 October 2020

¹ Unless otherwise stated, the approximate S\$ equivalent of RMB amounts in this announcement are based on an exchange rate of S\$1: RMB4.9727.