



LIAN BENG GROUP LTD
Registration No. 199802527Z

PROPOSED ACQUISITION OF SHARES IN UNITED TEC CONSTRUCTION PTE. LTD.

The Board of Directors (the "Board") of Lian Beng Group Ltd (the "Company", and together with its subsidiaries, the "Group") wishes to announce that the Company had executed a sale and purchase agreement ("SPA") with third party, Chew Hock Seng ("Vendor"), the sole shareholder of United Tec Construction Pte. Ltd. ("UTC"), for the acquisition of 180,000 ordinary shares in the capital of UTC ("Sale Shares"), representing 60% shareholding interest of UTC from the Vendor for a purchase consideration of S\$180,000 ("Proposed Acquisition"). Completion of the SPA has taken place and UTC is now a 60%-owned subsidiary of the Company.

UTC has a total issued and paid up capital of S\$300,000 divided into 300,000 ordinary shares and is principally engaged in general construction business specializing in the design for manufacturing and assembly ("DMFA") construction. UTC intends to increase its share capital in future and an announcement to update the increase will be made accordingly.

The purchase consideration of S\$180,000, to be paid in cash, was arrived on a willing-buyer willing-seller basis, which has taken into account the book value of S\$175,080 of the Sale Shares as on 22 June 2018.

The Proposed Acquisition was funded by internal resources and is expected to have positive impact on the net tangible assets per share and earnings per share of the Group for the current financial year ending 31 May 2019.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Proposed Acquisition, save through their shareholding (if any) in the Company.

BY ORDER OF THE BOARD

Ong Pang Aik
Chairman and Managing Director
26 June 2018