



CHIP ENG SENG CORPORATION LTD
Co. Reg. No. 199805196H

DISPOSAL OF A FREEHOLD DEVELOPMENT SITE AT SCARBOROUGH, WESTERN AUSTRALIA

Chip Eng Seng Corporation Ltd (the “**Company**”) wishes to announce that its wholly-owned subsidiary in Australia, 242 West Coast Highway Scarborough Pty Ltd, has entered into an agreement (the “**Sale Agreement**”) to sell its development site located at 242 West Coast Highway, Scarborough, Western Australia (the “**Property**”) and such transaction, the “**Proposed Disposal**”). The Property is a freehold development site with an area of 10,165 square metres. Part of the site is currently tenanted.

The agreed sale price for the Property is A\$24.5 million (excluding GST) (the “**Sale Price**”). The Sale Price was arrived at following internal evaluation and on a ‘willing-buyer, willing-seller’ basis. Upon signing of the Sale Agreement, the purchaser will pay a deposit of A\$1,175,000. The balance amount of the Sale Price will be payable upon the completion of the Proposed Disposal. Legal completion for the Proposed Disposal will take place on 1 November 2018.

The purchaser is not related to the Company or any of its subsidiaries or controlling shareholders.

The Proposed Disposal will contribute positively to the net tangible assets and the earnings per share of the Company for the current financial year ending 31 December 2018.

None of the Directors or the controlling shareholders of the Company has any direct or indirect interest in the Proposed Disposal.

Submitted by Chia Lee Meng Raymond, Chairman and Group Chief Executive Officer, on 25 September 2018 to the SGX.