



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

FURTHER INVESTMENT IN INVICTUS INTERNATIONAL SCHOOL PTE. LTD.

1. COMPLETION OF SALE SHARES

The Board of Directors (the “**Board**”) of Chip Eng Seng Corporation Ltd. (the “**Company**”) refers to the announcement made by the Company on 28 September 2020 (*Further Investment in Invictus International School Pte. Ltd.*).

Unless otherwise defined, all capitalised terms in this announcement shall have the meaning ascribed to them in the aforementioned announcement dated 28 September 2020.

The Board is pleased to announce that Company has completed the acquisition of the Sale Shares on 9 October 2020.

2. SUBSCRIPTION OF NEW SHARES IN INVICTUS

The Board wishes to further update that in August 2020, the shareholders of Invictus had approved the allotment and issue of up to 258,000 new shares in Invictus (the “**Subscription Shares**”) to CES WL, at an issue price of S\$58.181684 per Subscription Share. The Subscription Shares may be allotted and issued to CES WL in whole or in parts at any time up to 31 December 2020.

The issue price takes into account, amongst other things, the net asset value of Invictus as at 30 June 2020 and the prospects of the Invictus Group. Based on the latest unaudited management accounts of Invictus as at 30 June 2020, the net asset value of Invictus is approximately S\$5.4 million.

On 30 September 2020, CES WL subscribed for 86,000 Subscription Shares for an aggregate consideration of S\$5,003,624.82. The consideration for the 86,000 Subscription Shares was funded from internal cash resources.

3. INTEREST IN INVICTUS

Following (i) the allotment and issue of the 86,000 Subscription Shares to CES WL, and (ii) the completion of the acquisition of the Sale Shares, the Company’s effective interest in Invictus (held through CES WL and its 70%-owned subsidiary, WLEGS) has increased from approximately 70.06% to approximately 89.58%.

4. FINANCIAL IMPACT

The subscription for the 86,000 Subscription Shares and the acquisition of the Sale Shares are not expected to have a significant impact on the net tangible assets and earnings per share of the Company for the current financial year ending 31 December 2020.

5. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the Directors and, to the best of the Directors' knowledge, none of the substantial shareholders of the Company has any interest, direct or indirect, in the subscription for the 86,000 Subscription Shares or the acquisition of the Sale Shares, other than through their respective shareholdings and/or directorships, as the case may be, in the Company.

Submitted by Tan Tee How, Executive Director, on 9 October 2020 to the SGX.