



(Incorporated in the Republic of Singapore)
(Company Registration Number 191200018G)

INCREASE IN SHAREHOLDING IN SUBSIDIARY

United Engineers Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that its indirect subsidiary, WBL Technology (Private) Limited, has increased its shareholding interest in the capital of WBL Electronics (Malaysia) Sdn. Bhd. from approximately 97.6% to 100%, following a transfer of 62,500 ordinary shares in the capital of WBL Electronics (Malaysia) Sdn. Bhd. (the “**Sale Shares**”) from Mr Chan Siew Thean, an independent third party, to WBL Technology (Private) Limited (the “**Share Transfer**”).

The consideration for the Share Transfer was RM180,000 (equivalent to S\$58,806) (the “**Consideration**”). The Consideration was arrived at on a willing-buyer-willing-seller basis, taking into consideration, among others, the independent valuation of the factory land and buildings. The Consideration was satisfied by WBL Technology (Private) Limited in cash.

Based on the audited financial statements of WBL Electronics (Malaysia) Sdn. Bhd. as at 31 December 2018, the net asset value of the Sale Shares was RM109,000 (equivalent to approximately S\$36,000).

Following the completion of the Share Transfer, the Group’s effective interest in WBL Electronics (Malaysia) Sdn. Bhd. has increased from 67.4% to 69.1%. Accordingly, WBL Electronics (Malaysia) Sdn. Bhd. remains a subsidiary of the Group upon completion of the Share Transfer.

The Share Transfer was funded through internal resources and is not expected to have a material impact on the net tangible assets per share and the earnings per share of the Company and the Group for the current financial year ending 31 December 2019.

None of the Directors and the substantial shareholders of the Company have any interest, direct or indirect, in the Share Transfer, other than through their respective shareholdings (if any) in the Company.

By Order of the Board of
United Engineers Limited

Tan Chee Keong Roy
Group Managing Director and Non-Independent and Executive Director

24 July 2019