



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

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE LISTING MANUAL

The Board of Directors of Chip Eng Seng Corporation Ltd. (the “**Company**”) wishes to announce the following changes that occurred during the 6-month financial period ended 30 June 2022:

(A) Incorporation of Subsidiary

CEL Shenton Pte. Ltd. (“**CEL Shenton**”)

On 1 April 2022, the Company incorporated CEL Shenton which has an issued and paid-up share capital of S\$1.00. CEL Shenton is a wholly-owned subsidiary of the Company.

(B) Changes in Shareholding

1. CES-Ariva Hospitality Pte. Ltd. (“**CESA**”)

On 31 January 2022, the Company announced that its wholly-owned subsidiary, CES Hospitality Pte. Ltd., entered into a joint venture with Ariva Hospitality Pte. Ltd. (“**AH**”) to primarily undertake the business of the provision of management services to hotels and serviced residences.

The joint venture company, CESA, was a wholly-owned subsidiary of the Company as at the date of formation of the joint venture. On 17 February 2022, AH provided its proportionate capital contribution of S\$150,000 to CESA for new shares in CESA, following which CES Hospitality Pte. Ltd. holds 70% of the issued and paid-up share capital in CESA, while AH holds the remaining 30%.

2. PRE 13 Pte. Ltd. (“**PRE 13**”)

As announced by the Company on 29 April 2022, CEL Shenton completed on that day the acquisition of shares in PRE 13 representing 21% of the issued share capital in PRE 13 (the “**Acquired Shares**”). Accordingly, PRE 13 is an associated company of the Company.

The net asset value of PRE 13 as at 28 February 2022 (based on the latest management accounts of PRE 13 available prior to the entry into the sale and purchase agreement) is approximately S\$34.21 million. Accordingly, the net asset value represented by the Acquired Shares as at 28 February 2022 is approximately S\$7.18 million.

(C) Cessation as Subsidiary / Associated Company

1. Pasir Ris EC Pte. Ltd. (“**Pasir Ris EC**”)

On 12 April 2022, Pasir Ris EC, in which the Company has a 40% shareholding interest, was dissolved pursuant to a members’ voluntary winding-up.

Pasir Ris EC was the developer of an executive condominium project in Singapore known as “Belysa”, and has been dormant since the completion and sale of all the residential units in the project.

2. Evervit Development Pte. Ltd. (“EDPL”)

As announced by the Company on 11 March 2022, the Company’s wholly-owned subsidiary, CES Capital Holdings Pte. Ltd., completed on that day the disposal of all its shares held in its wholly-owned subsidiary, EDPL. Accordingly, EDPL has ceased to be a subsidiary of the Company.

The net asset value of EDPL as at 30 November 2021 (based on the latest management accounts of EDPL available prior to the entry into the sale and purchase agreement) is approximately S\$12.97 million.

Submitted by Chia Lee Meng Raymond, Executive Director and Group Chief Executive Officer, on 5 August 2022 to SGX