



FURTHER INVESTMENT IN INVICTUS INTERNATIONAL SCHOOL PTE. LTD.

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Chip Eng Seng Corporation Ltd. (the “**Company**”) refers to the announcement made by the Company on 15 November 2019 relating to the grant of an upsized subscription option (the “**Option**”) by Invictus International School Pte. Ltd. (“**Invictus**”) to CES WL Pte. Ltd. (“**CES WL**”).

The Option allows CES WL or its nominee to subscribe for up to 106,000 new shares (the “**Option Shares**”) in Invictus at a subscription price of S\$96.9694731 per Option Share.

CES WL is the Company’s wholly-owned subsidiary. Invictus is also the Company’s subsidiary in which the Company has an effective shareholding interest of 55.40% prior to the exercise of the Option.

2. EXERCISE OF OPTION

The Board wishes to update that CES WL has exercised the Option in full on 13 April 2020 and 106,000 Option Shares have been issued to CES WL on the same day.

Following the full exercise of the Option, the resulting shareholding of Invictus is as follows:

Shareholder	Shareholding Percentage prior to Exercise of Option	Shareholding Percentage after Exercise of Option
White Lodge Education Group Services Pte. Ltd. (70%-owned subsidiary of the Company)	64.64%	43.40%
CES WL	10.15%	39.68%
John Anthony Fearon	25.21%	16.92%

The Company’s effective interest in Invictus accordingly increased from 55.40% to 70.06%.

3. FINANCIAL IMPACT

The subscription price for the Option Shares was funded from internal cash resources.

The exercise of the Option does not 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.

4. 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 Option, 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 14 April 2020 to SGX