



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

RESPONSE TO QUERIES REGARDING THE ANNOUNCEMENT ON THE PROPOSED DISPOSAL OF THE PROPERTY AND HOTEL BUSINESS LOCATED AT 1 MARCO POLO DRIVE, MANDURAH, WESTERN AUSTRALIA RELEASED ON 15 DECEMBER 2022

The Board of Directors of Chip Eng Seng Corporation Ltd. (the “**Company**”) refers to the queries raised by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 16 December 2022 in connection with the Company’s announcement released on 15 December 2022 (*Proposed Disposal of the Property and Hotel Business Located at 1 Marco Polo Drive, Mandurah, Western Australia*) (the “**15 December 2022 Announcement**”). The queries from SGX-ST and the Company’s responses are set out below.

Queries from SGX-ST:

“We note in the Company’s announcement on 15 December 2022 in relation to the “Proposed Disposal of the Property and Hotel Business Located at 1 Marco Polo Drive, Mandurah, Western Australia” that the Company’s wholly-owned subsidiaries have granted options to Acure Funds Management Ltd and MF Hospitality Management Ltd to purchase the Sale Assets (as defined in the 15 December 2022 Announcement) for an aggregate purchase price of A\$18.0 million. Please disclose:

- (i) The market value of the Sale Assets, the party who commissioned the valuation and the basis and date of such valuation; and
- (ii) The relative figures under Listing Rule 1006 and whether the Proposal Disposal (as defined in the 15 December 2022 Announcement) is subject to shareholders’ approval.”

Company’s response to (i):

As disclosed in the 15 December 2022 Announcement, the book value attributable to the Sale Assets as at 30 November 2022 is approximately A\$14.7 million. No valuation was commissioned by the Company in connection with the Proposed Disposal.

Company’s response to (ii):

The relative figures computed on the bases set out in Listing Rule 1006 amount to less than 5%, and accordingly, the Proposed Disposal is not subject to shareholders’ approval.

By Order of the Board

Chia Lee Meng Raymond
Executive Director and Group Chief Executive Officer
16 December 2022