



Global Brands, Local Favourites

MEWAH INTERNATIONAL INC.

(Company Registration No.: CR-166055)

ASSET ACQUISITIONS AND DISPOSALS:

Mewah International Inc. (the “Company”, and together with its subsidiaries, the “Group”) is pleased to announce that it has executed a Sale and Purchase Agreement on 23rd February 2021 to acquire 68.4% equity interest in Mega Agro Pte. Ltd. (“**MAPL**”) a Singapore company. The transfer of shares is expected to take place on 1st March 2021. The remaining 31.6% equity interest will continue to be owned by Able Perfect International Pte. Ltd. (“**APIL**”). MAPL holds 95% equity interest in PT Able Commodities Indonesia (“**PTACI**”) an Indonesian company which owns and operates facilities to refine and pack palm oil and its derivatives.

The acquisition consideration of US\$17.1 million is a combination of share purchase price for 68.4% equity interest in MAPL and takeover of proportionate shareholders loan in PTACI. The purchase consideration has been arrived at on a willing-buyer, willing-seller basis taking into consideration various factors, including the location and potential of the assets, commercial attractiveness of the business and the prevailing market conditions. The consideration shall be paid in stages subject to milestones being achieved and will be funded from internal accruals. The net asset value of the shares being acquired is approximate of US\$11.4 million. The purchase price allocation to goodwill, intangibles assets and other assets and liabilities is currently being assessed and is expected to be finalised within 12 months from the date of acquisition.

The Group has simultaneously executed a Joint Venture agreement to be effective on 1st March 2021 with APIL (the continuing minority shareholder of MAPL) to regulate the joint arrangement of MAPL and PTACI.

The above transaction is not expected to have any material impact on the consolidated net tangible assets or earnings per share of the Company for the current financial year.

None of the Directors or Substantial shareholders of the Company have any direct or indirect interest in the above transaction.

Issued by

MEWAH INTERNATIONAL INC.

24 February 2021