



VIBRANT GROUP LIMITED

Company Registration Number: 198600061G

SUBSCRIPTION OF 31% SHAREHOLDING IN 重庆埔程物流有限公司 BY WAY OF NEW SHARES PLACEMENT

The Board of Directors of Vibrant Group Limited (the “Company”) together with its subsidiaries (the “Group”) wishes to announce that it has, together with Figtree Developments Ptd Ltd (“FDPL”), a subsidiary of Figtree Holdings Limited, entered into a joint venture agreement with the existing shareholders of 重庆埔程物流有限公司 (“Pucheng”) to subscribe for new shares in Pucheng. The Company and FDPL will each subscribe for a 31% and 20% stake in the enlarged share capital of Pucheng for a cash consideration of RMB31.0 million and RMB20.0 million respectively. Upon completion of the share subscription exercise and by way of capitalisation of the existing shareholders’ loans of RMB29.0 million, Pucheng’s share capital will be increased from RMB20.0 million to RMB100.0 million.

The unaudited net asset value of Pucheng as at 31 December 2016, after completion of shares subscription and the capitalisation of shareholders’ loans, will be approximately RMB91.7 million. The purchase consideration represents approximately a 9.05% premium over the share of the net asset value of Pucheng.

Pucheng is a logistics company incorporated in Chongqing in the People’s Republic of China (“PRC”) since June 2014. Pucheng’s operating site is situated at 重庆市江北区鱼嘴镇东风路 in Yufu Industrial Park, Liang Jiang New Area (两江新区) (“LJNA”). LJNA is located in the main city of Chongqing, to the north of the Yangtze River and east of the Jialing River. Pucheng operates about 65,936 square metres (“sqm”) of warehouses and 10,085 sqm of office block, dormitories and vehicle workshop facilities on a leased land area of approximately 189,810 sqm.

The principal business activities of Pucheng are those relating primarily to the leasing and management of the logistics hub and the provision of integrated multi-modal logistics operations. This strategic collaboration with Pucheng is to jointly develop existing site, pursuant to a 50 years lease period which it will procure from the local government, into a Multi-Modal Distribution and Connectivity (DC) Centre in LJNA, in line with the Chongqing Connectivity Initiative (CCI) between Singapore and China, in which, it will coordinate and integrate logistics resources across neighbouring logistics centres. It aims to enhance the trade flow inland and internationally.

The subscription of shares will be funded by a combination of internal resources and bank borrowings.

The investment in Pucheng is not expected to have a material impact on the earnings per share and net asset value per share of the Group for the current financial year ending 30 April 2017.

None of the directors or substantial shareholders of the Company have any interest, direct or indirect, in the above transaction.

By Order of the Board
Vibrant Group Limited

Eric Khua
Executive Director & CEO
30 March 2017