

ASSET ACQUISITIONS AND DISPOSALS::DIVESTMENT OF ENTIRE 40% EQUITY INTEREST IN XIN-SHAN ANG-DE (ZIBO) MATERIALS CO., LTD

Issuer & Securities

Issuer/ Manager

ENGRO CORPORATION LIMITED

Securities

ENGRO CORPORATION LIMITED - SG1H26001476 - S44

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No

Announcement Details

Announcement Title

Asset Acquisitions and Disposals

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DIVESTMENT OF ENTIRE 40% EQUITY INTEREST IN XIN-SHAN ANG-DE (ZIBO) MATERIALS CO., LTD

Announcement Reference

SG210812OTHR6QKH

Submitted By (Co./ Ind. Name)

Joanna Lim

Designation

Company Secretary

Effective Date and Time of the event

12/08/2021 17:00:00

Description (Please provide a detailed description of the event in the box below)

Please refer to the attachment.

Attachments

[EnGro - Ann Divestment of XSAD.pdf](#)

Total size =66K MB



ENGRO CORPORATION LIMITED

(Registration no: 197302229H)

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE LISTING MANUAL

Pursuant to Rule 706A of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "Listing Manual"), the Board of Directors of EnGro Corporation Limited (the "Company") and together with its subsidiaries (the "Group") wishes to announce the following transaction in respect of the period reported on under Rule 705 of the Listing Manual, that is, in respect of the half-year ended 30 June 2021: -

DIVESTMENT OF ENTIRE 40% EQUITY INTEREST IN XIN-SHAN ANG-DE (ZIBO) MATERIALS CO., LTD

On 20 May 2021, the Company entered into a sale and purchase agreement with an independent third party for the divestment of its entire 40% equity interest in Xin-shan Ang-de (Zibo) Materials Co., Ltd ("XSAD"), an associate of the Company, for nominal cash consideration of RMB1.0 notwithstanding that the unaudited net assets value of RMB4.6 million as at 30 June 2020. The Company is of the view that the slag cement business in XSAD is no longer viable and will continue to incur further losses. The Company has already made full provision for impairment of this investment in FY2020.

Upon completion of the divestment, XSAD will cease to be an associate of the Company.

The Divestment is not expected to have any material impact on the earnings per share and net tangible asset value per share of the Group for the financial year ending 31 December 2021.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect in the above transaction.

On behalf of the Board
EnGro Corporation Limited

Joanna Lim
Company Secretary

Date: 12 August 2021