

Company : ORIENTAL HOLDINGS BERHAD (5286-U)
Stock Name : ORIENT
Type : OTHERS
NON-RELATED PARTY TRANSACTIONS
Subject : ACQUISITION OF REMAINING SHARES IN ARMSTRONG CYCLE PARTS (SDN) BERHAD, a 95% SUBSIDIARY OF ORIENTAL HOLDINGS BERHAD

The Board of Directors of Oriental Holdings Berhad (“OHB” or “the Company”) wishes to announce that the Company had, on 30 July 2018 entered into a Sale & Purchase Agreement to acquire the remaining 5,000 ordinary shares, representing 5% equity interest in Armstrong Cycle Parts (Sdn) Berhad (“ACP”) from Hi-lex Corporation, for a total cash consideration of RM 579,700.00 (“hereinafter, referred to as “Acquisition”).

Upon the completion of the Acquisition, ACP shall become a 100% owned subsidiary of the Company.

ACP was incorporated in Malaysia under the Act on 19 November 1970 and is currently involved in property investment holding company. The issued share capital of ACP is 100,000 ordinary shares, 95% was held by OHB. Hi-lex was incorporated in Japan on 20 January 1946 and is currently involved in developing and manufacturing the automotive components and products.

The Acquisition will not have any effect on the issued share capital of the Company and the shareholding of its substantial stockholders as the consideration is cash from OHB’s internally generated fund. The Acquisition will also not have any material effect on the earnings, net assets or gearing of OHB on a consolidated basis for the financial year ending 31 December 2018.

The highest percentage ratio applicable to the Acquisition as per Paragraph 10.02(g) Chapter 10 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad is 0.01%.

None of the Directors and/or major stockholders and/or persons connected with a Director or major stockholders of OHB has any interest, direct and indirect in the Acquisition.

The Board of Directors of OHB is of the view that the Acquisition is for long term investment and in the best interests of the Group. Moreover, OHB’s decision to buy from shareholder, allows OHB to deliver on its duty as corporate shareholder.

This announcement is dated 30 July 2018.