



**PROP NEX LIMITED**  
(Company Registration No.: 201801373N)  
(Incorporated in the Republic of Singapore)

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## **DISPOSAL OF 17% EQUITY INTERESTS IN AN ASSOCIATED COMPANY - SOREAL PROP PTE. LTD.**

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### **Introduction**

The board of directors (the “**Board**”) of PropNex Limited (the “**Company**”, and with its subsidiaries, the “**Group**”) wishes to announce that Company’s wholly-owned subsidiary, PropNex Realty Pte. Ltd. (“**PropNex Realty**”), has on 26 March 2019, entered into a sale and purchase agreement (the “**Agreement**”) with SEAA Services Pte. Ltd. (the “**Purchaser**”) for the disposal of 17,000 ordinary shares (the “**Sale Shares**”), representing 17% of the issued and paid-up share capital of SoReal Prop Pte. Ltd. (“**SoReal**”) for a total consideration of S\$17,000.00 (the “**Consideration**”) on the terms and subject to the conditions of the Agreement (the “**Disposal**”).

Upon completion of the Disposal, PropNex Realty’s equity interests in SoReal will decrease from 33% to 16% and SoReal will cease to be an associated company of the Company.

### **Information of SoReal**

SoReal is a company incorporated in Singapore on 3 April 2017, which as at the date of this announcement, has an issued and paid-up share capital of S\$100,000.00 comprising 100,000 ordinary shares. It is an online property platform for salespersons and consumers jointly owned by Electronic Realty Associates Pte Ltd (34%), H Investment Pte. Ltd. (Huttons Asia) (33%) and PropNex Realty (33%).

### **Consideration**

The Consideration will be paid in cash, which was arrived at after arm’s length negotiations and on a willing-buyer, willing-seller basis, and after taking into account, *inter alia*, the cost of the Sale Shares, that is, the share capital of SoReal based on the unaudited financial statements of SoReal as at 31 December 2018.

In connection with the Disposal, the Purchaser being a new shareholder of SoReal, will proportionately contribute its share in the shareholders’ loan to SoReal, which will eventually result in a repayment of S\$315,600/- to PropNex Realty for the shareholder’s loan granted by PropNex Realty to SoReal.

### **Relative Figures under Rule 1006 of the Listing Manual**

As the relative figures computed on the bases set out under Rule 1006 of the listing manual (the “**Listing Manual**”) of the Singapore Exchange Securities Trading Limited do not exceed 5%, the Disposal is considered a “Non-Discloseable Transaction” under Chapter 10 of the Listing Manual.

### **Financial Effects**

The Disposal is not expected to have any material impact on the net tangible assets per share and earnings per share of the Group for the financial year ending 31 December 2019.

### **Interests of Directors and Controlling Shareholders**

None of the directors or controlling shareholders of the Group has any interest, direct or indirect, in the Disposal, save for their interests by virtue of their shareholdings and/or directorships, as the case may be, in the Group.

By Order of the Board

Ismail Gafoore  
Executive Chairman and CEO  
26 March 2019