

GREAT EASTERN HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
Company Registration Number: 199903008M



ACQUISITION OF PT QBE GENERAL INSURANCE INDONESIA BY GREAT EASTERN GENERAL INSURANCE LIMITED

Great Eastern Holdings Limited (“**GEH**”) wishes to announce that its wholly-owned subsidiary, Great Eastern General Insurance Limited (“**GEG**”), has on 10 December 2018 entered into a share purchase agreement to acquire 100%¹ of the shares in PT QBE General Insurance Indonesia (“**QBE Indonesia**”), a company registered in Indonesia, from QBE Asia Pacific Holdings Limited and QBE Insurance (International) Pty Limited. Completion of the transaction is subject to approval by the Otoritas Jasa Keuangan and the Monetary Authority of Singapore. On completion, QBE Indonesia, whose principal activities are manufacturing and distribution of general insurance products, will become a wholly-owned subsidiary of GEH through GEG¹.

The estimated aggregate consideration for the acquisition, which is payable wholly in cash, is USD 28.0 million (approximately S\$38.4 million²). The consideration was arrived at following arm’s length negotiations on a willing-buyer, willing-seller basis, based on the book value of QBE Indonesia as at 30 June 2018 (with some adjustments) and taking into account factors such as the existing assets, financial position and business prospects of QBE Indonesia. The final amount of the aggregate consideration will be based on the book value of QBE Indonesia as at completion (with some adjustments).

Based on QBE Indonesia’s unaudited financial statements for the half year ended 30 June 2018, the book value and net tangible asset value of QBE Indonesia is IDR 452 billion (approximately S\$43.1 million³).

The above transaction is not expected to have a material effect on the net tangible assets or earnings per share of the GEH group for the current financial year.

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

Issued by
GREAT EASTERN HOLDINGS LIMITED

11 December 2018

¹ After completion of the transaction, GEG will sell a minority stake in QBE Indonesia to satisfy local shareholding requirements.

² Based on exchange rate as at 10 December 2018 of USD1.00 = S\$1.3706

³ Based on exchange rate as at 30 June 2018 of S\$1.00 = IDR 10,488.57