



UNITED INDUSTRIAL CORPORATION LIMITED
(REG. NO. 196300181E)

ANNOUNCEMENT OF INTERESTED PERSON TRANSACTION PURSUANT TO RULE 905(2) OF THE LISTING MANUAL

The Board of Directors of United Industrial Corporation Limited (“**UIC**” or the “**Company**”) refers to its previous announcements dated 6 October 2016, 9 February 2017, 16 May 2017 and 4 July 2018 in relation to the collective purchase of all the units and the common property in the development previously known as “Raintree Gardens” (the “**Property**”) by UVD (Projects) Pte Ltd (“**UVDP**”), a 50:50 joint venture company formed by the Company’s subsidiary, Singland Homes Pte Ltd together with UOL Venture Investments Pte Ltd, a wholly-owned subsidiary of UOL Group Limited (“**UOL**”).

For the purpose of purchasing and redeveloping the Property (the “**Joint Venture**”), the Company has agreed to extend shareholder’s loans (“**Shareholder’s Loan**”) to UVDP to be drawn down when necessary.

Interests of Directors and Controlling Shareholders

Under the Listing Manual of the Singapore Exchange Securities Trading Limited, UOL is considered an associate of Dr Wee Cho Yaw, the Chairman and a controlling shareholder of the Company. Dr Wee Cho Yaw, Mr Wee Ee Lim and Mr Gwee Lian Kheng who are Directors of the Company are also directors of UOL.

Interested Person Transaction (“**IPT**”)

As stated in the Company’s announcement of 4 July 2018, the aggregate value of the Shareholder’s Loan (including interest income) for the current financial year to UVDP was estimated to be \$28.0 million.

Subsequent to the 4 July 2018 announcement, the Company contributed additional loans to UVDP. The aggregate value of the Shareholder’s Loan (including interest income) for the current financial year is now estimated to be \$29.4 million.

Accordingly, the aggregate value of all IPTs entered into and estimated value of all future IPTs anticipated to be entered into with UOL for the current financial year is approximately \$347.7 million representing approximately 5.3% of the Company’s latest audited net tangible assets of \$6.5 billion as at 31 December 2017.

Statement by Audit Committee

UIC’s Audit Committee had reviewed the Joint Venture, which includes the Shareholder’s Loan, and is of the view that the risks and rewards of the Joint Venture are in proportion to the equity of each joint venture partner and the terms of the Joint Venture and Shareholder’s Loan are not prejudicial to the interests of the Company and its minority shareholders.

Financial Effects

The abovementioned additional loans are not expected to have any material financial impact on the net tangible assets per share and earnings per share of UIC for the current financial year.

Saved as disclosed above, none of the directors or controlling shareholders of UIC have any interest, direct or indirect, in the above transaction.

Submitted by Teo Hwee Ping, Acting Company Secretary, United Industrial Corporation Limited on 3 August 2018 to the SGX.