



## **DIVESTMENT OF ASIAN SURFACE TECHNOLOGIES PTE LTD**

**SINGAPORE, 6 October 2021 - SIA Engineering Company Limited ("SIAEC")** wishes to announce that it has entered into an agreement with **PAS TECHNOLOGIES B.V. ("PAS")** for the sale of SIAEC's entire 39.2% shareholding in **Asian Surface Technologies Pte Ltd ("AST")** to PAS.

AST is a joint venture based in Singapore between SIAEC (39.2%), United Technologies International Corporation (20.0%) and PAS (40.8%). Its principal activities include the repair of aircraft engine fan blades and the provision of wear-resistant and high temperature corrosion-resistant coating services to the aviation, and oil and gas industries.

The consideration for the sale of SIAEC's 39.2% stake in AST to PAS is US\$2.79 million in cash. This was arrived at after arm's length negotiations on a willing-buyer, willing-seller basis, and after taking into account, *inter alia*, the net asset value and financial performance of AST. Based on AST's audited financial statements for the financial year ended 31 December 2020, the net asset value of the AST shares disposed of by SIAEC is S\$3.81 million. SIAEC will recognise an estimated gain of S\$2.68 million on divestment of its entire stake in AST.

SIAEC has been reviewing its portfolio of joint ventures for consolidation, and to focus on building next-generation aircraft capabilities. The divestment decision was made in light of the declining work volume at AST.

Completion of the sale has taken place and AST has ceased to be an associated company of SIAEC.

The transaction is not expected to have a material impact on the net tangible assets per share or the earnings per share of the SIAEC Group in FY2021/2022.

None of the Directors of SIAEC has any interest, direct or indirect, in the transaction, other than through their shareholdings (if any) in SIAEC.

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## **About SIA Engineering Company**

(Company Registration No. 198201025C)

[www.siaec.com.sg](http://www.siaec.com.sg)

SIA Engineering Company (SIAEC) is a major provider of aircraft maintenance, repair and overhaul (MRO) services in Asia-Pacific. SIAEC has a client base of more than 80 international carriers and aerospace equipment manufacturers. It provides line maintenance services at more than 25 airports in 7 countries, as well as airframe and component services on some of the most advanced and widely used commercial aircraft in the world. Apart from MRO services, SIAEC also offers a comprehensive and integrated suite of solutions under its fleet management services.

The 22 subsidiaries and joint ventures with original equipment manufacturers and strategic partners in Singapore, Hong Kong, Indonesia, Japan, Philippines, United States and Vietnam increase the depth and breadth of the Company's service offerings. SIAEC has approvals from 26 national aviation regulatory authorities to provide MRO services for aircraft registered in the United States, Europe, China and other countries.

### **For further information, please contact:**

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