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COMFORTDELGRO CORPORATION LIMITED

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COMFORTDELGRO CORPORATION LTD - SG1N31909426 - C52

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No

Announcement Details

ASSET ACQUISITIONS AND DISPOSALS::ANNOUNCEMENT ON ACQUISITION OF SHARES IN SINGAPORE

Date & Time of Broadcast

10-Jan-2022 07:20:16

Status

New

Announcement Sub Title

ANNOUNCEMENT ON ACQUISITION OF SHARES IN SINGAPORE

Announcement Reference

SG2201100THR9L6N

Submitted By (Co./ Ind. Name)

Angeline Joyce Lee Siang Pohr

Designation

Company Secretary

Description (Please provide a detailed description of the event in the box below)

Please see attached

Attachments

[CDG - Announcement on Acquisition of Shares in Singapore.pdf](#)

[Media Release-CDG Makes Further Inroads In Medical Tpt Sector With S\\$8.5m Acquisition.pdf](#)

Total size =230K MB



COMFORTDELGRO CORPORATION LIMITED

(Company Registration No. 200300002K)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT ON ACQUISITION OF SHARES IN SINGAPORE

ComfortDelGro Corporation Limited (the “**Company**”) wishes to announce that its wholly-owned subsidiary, ComfortDelGro MedCare Pte. Ltd. (“**CDG MedCare**”), had, on 7 January 2022, entered into a sale and purchase agreement with Ms Neo Lay Kim and Mr Ng Chew Chuah (collectively, the “**Vendors**”) to acquire a 90% stake in Ming Chuan Transportation Pte. Ltd. (“**MCPL**”). The acquisition shall hereinafter, be referred to as the “**Transaction**”.

MCPL is in the business of providing transport services for passengers with limited mobility, with a fleet of 76 specialised vehicles. The Transaction will see CDG MedCare growing its fleet to 92 vehicles, cementing its position as the largest wheelchair transport service provider in Singapore. This will allow CDG MedCare to expand its specialised medical escort and transport services for the elderly and persons with mobility needs.

The total consideration payable for the Transaction is S\$8,459,640, of which S\$8,036,640 is payable on completion. The balance consideration will be paid to the Vendors upon expiry of a 12-month period from the completion of the Transaction, provided that, among other things, there are no claims against the Vendors as at the expiry of the 12-month period. The consideration will be fully satisfied in cash and funded through internal resources.

The consideration was arrived at on a “willing buyer willing seller” basis following arms’ length negotiations, taking into account, amongst others, the net book value of the business and assets of MCPL.

Subject to satisfaction of certain conditions precedent, which include among others, entry into non-compete and non-solicitation deeds by the Vendors and key employees of MCPL, completion of the Transaction is expected to take place on 24 January 2022 or such other date as may be agreed by the parties. Upon completion of the Transaction, CDG MedCare and Ms Neo Lay Kim will hold 90% and 10% of the issued capital of MCPL respectively, and MCPL will become an indirect subsidiary of the Company.

The Transaction has no material impact on the net tangible assets or earnings per share of the Company for the financial year ending 31 December 2022. None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Transaction, save for their respective interests, through their shareholdings and/or directorships, as the case may be, in the Company.

**BY ORDER OF THE BOARD
COMFORTDELGRO CORPORATION LIMITED**

Angeline Joyce Lee Siang Pohr
Company Secretary
10 January 2022

COMFORTDELGRO MAKES FURTHER INROADS INTO MEDICAL TRANSPORT SECTOR WITH S\$8.5M ACQUISITION

10 January 2022 – In a move to broaden its reach and strengthen its position in the growing medical transport sector, ComfortDelGro Corporation will acquire a 90% stake in Ming Chuan Transportation Pte Ltd, one of the largest wheelchair transport service providers in Singapore, for S\$8.5 million.

The acquisition, which will be conducted through ComfortDelGro MedCare Pte Ltd, will comprise Ming Chuan's entire fleet of 76 vehicles, as well as its staff and driver strength of 86. Upon completion of the acquisition, ComfortDelGro MedCare will have a total fleet of 92 vehicles, cementing its position as the largest wheelchair transport service provider in Singapore.

Founded in 2004 as a professional wheelchair transport company in Singapore, Ming Chuan currently has six clients who operate a network of day-care and physical disability centres across Singapore. Demand for its services have remained strong during the pandemic as many families remain in constant need of assistance to take care of their elderly, many of whom are afflicted with chronic or serious medical conditions. In fact, Ming Chuan's revenue grew by 15% in 2020 from 2019 even though its business was forced to a standstill during the Circuit Breaker from April to June 2020.

Said Mr Lim Tien Hock, ComfortDelGro MedCare CEO: "This opportunity has come at a time of increased demand for transportation services for mobility impaired passengers and senior citizens. Indeed the healthcare sector has seen strong growth in the last two years amidst the pandemic. With this acquisition, we are confident we can reach out to more passengers with mobility issues and better serve them with our dedicated and trained staff."

Business Development Manager of Ming Chuan, Mr Jim Tan Jian Hao, said: "Ming Chuan is thankful for the opportunity to serve the community and is confident that ComfortDelGro MedCare, a wholly-owned subsidiary of ComfortDelGro, is able to bring the business to greater heights. We are also pleased to announce that our existing drivers will continue their employment with enhanced terms under ComfortDelGro MedCare."

ComfortDelGro MedCare, which was launched in March 2021, provides medical escort transport services as well as specialised transportation services to those with mobility issues, including wheelchair users, persons with disabilities and senior citizens, as well as groups from healthcare or day care centres, medical institutions and social service agencies such as the Agency for Integrated Care.

Background

ComfortDelGro is one of the world's largest land transport companies with a total fleet size of about 40,000 buses, taxis and rental vehicles. We also run 83km of light and heavy rail networks in Singapore. Our global operations span seven countries – Singapore, Australia, China, the United Kingdom, Ireland and Malaysia. In Singapore. In January 2022, the Group will begin rail operations in Auckland, New Zealand.

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