

ACQUISITIONS AND DISPOSALS :: NON-MANDATORY DISCLOSURE :: DISPOSAL OF SHARES IN HUNAN COPOWER EV BATTERY CO LTD

* Asterisks denote mandatory information

Name of Announcer *	GP BATTERIES INT LTD
Company Registration No.	199002111N
Announcement submitted on behalf of	GP BATTERIES INT LTD
Announcement is submitted with respect to *	GP BATTERIES INT LTD
Announcement is submitted by *	Tan San-Ju
Designation *	Company Secretary
Date & Time of Broadcast	03-Jan-2011 17:47:39
Announcement No.	00085

>> ANNOUNCEMENT DETAILS

The details of the announcement start here ...

Announcement Title *	DISPOSAL OF SHARES IN HUNAN COPOWER EV BATTERY CO LTD
Description	

GP BATTERIES INTERNATIONAL LIMITED

(Incorporated in the Republic of Singapore)

Company Registration Number 199002111N

DISPOSAL OF SHARES IN HUNAN COPOWER EV BATTERY CO LTD

The Board of Directors of GP Batteries International Limited (the “Company”) wishes to announce that it has entered into a sale and purchase agreement to dispose of its entire shareholding interest (“Disposal”) in Hunan CoPower EV Battery Co Ltd (“HCEB”), a company incorporated in the People’s Republic of China. The Company’s interest in HCEB constitutes 5% of the share capital of HCEB (after taking into consideration a share capital enlargement exercise carried out by HCEB in November 2010 which diluted the Company’s shareholding from 25% to 5%). Pursuant to the Disposal, HCEB will cease to be an associated company of the Company.

The consideration for the Disposal is RMB12.5 million (equivalent to approximately S\$2.45 million based on an exchange rate of S\$1:RMB5.106) (the “Consideration”). The Consideration will be paid in cash and was arrived at on a “willing buyer” “willing seller” basis after taking into account the Company’s carrying value of HCEB as at 30 September 2010.

No person was commissioned to value the shares disposed of. Based on the unaudited financial statements of HCEB drawn up to 30 September 2010, the net tangible asset value of the shares disposed of was RMB12.03 million (equivalent to approximately S\$2.36 million).

The above transaction is not expected to have any impact on the Group’s earnings per share and net tangible assets per share for the current financial year ending 31 March 2011.

None of the directors or controlling shareholders of the Company has any direct or indirect interest in this transaction except through their shareholdings (if any) in the Company.

By Order of the Board

Tan San-Ju
Company Secretary
3 January 2011