

**Privasia Technology Bhd [“PRIVA” or “the Company”]
ACQUISITION OF ADDITIONAL EQUITY INTEREST IN SUBSIDIARY, PRIVAGEN SDN BHD**

1. INTRODUCTION

The Board of Directors of PRIVA wishes to announce that the Company had on 24 May 2019 acquired an additional 40% equity interest in its subsidiary, Privagen Sdn. Bhd. [“Privagen”], comprising 80,000 ordinary shares [“the Acquisition”] from Mettiz Capital Limited (“Mettiz”) for a cash consideration of RM1.00 [“Purchase Consideration”].

Post completion of the Acquisition, Privagen becomes a wholly-owned subsidiary of PRIVA.

2. DETAILS OF THE ACQUISITION

Privagen was incorporated on 19 September 2012 as a private limited company. Privagen is principally involved in traders of refurbished computers and dealers in computer software.

As at 24 May 2019 the share capital of Privagen is RM200,002.00. The shareholding structure of Privagen before and after the Acquisition is as follows:-

Shareholder	Before Completion of the Acquisition		After Completion of the Acquisition	
	No. of Ordinary Shares Held	% held	No. of Ordinary Shares Held	% held
PRIVA	120,002	60	200,002	100
Mettiz Capital Limited	80,000	40	-	-
Total	200,002	100	200,002	100

The Purchase Consideration of RM1.00 was arrived at on a “willing buyer willing seller” basis and funded entirely in cash from internally generated funds of the Company.

3. RATIONALE FOR THE ACQUISITION

The Acquisition enabled PRIVA to wholly-own Privagen which will facilitate PRIVA group’s aspiration to expand its business in IT Solutions further particularly in the development, promotion and operations of a general cargo terminal operating system for general cargo terminals.

4. EFFECTS OF THE ACQUISITION

The Acquisition is not expected to have any material effect on the earnings or net assets per share of the PRIVA Group for the financial year ending 31 December 2019.

5. DIRECTORS’ AND MAJOR SHAREHOLDERS’ INTEREST

None of the Directors and/or major shareholders of PRIVA and/or persons connected to them has any interest, direct or indirect in the Acquisition.

6. DIRECTORS’ STATEMENT

The Board of Directors of PRIVA, having considered, amongst others the rationale and financial effects of the Acquisition, is of the opinion that the Acquisition is in the best interest of PRIVA Group.

7. APPROVALS REQUIRED

The Acquisition is not subject to the approval of the shareholders of PRIVA or any relevant authority.