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Acquisitions and Disposals :: Changes in Company's Interest :: ACQUISITION OF SHARES IN REDWOOD CELLARS (2006) LIMITED


* Asterisks denote mandatory information

Name of Announcer *	ASIA PACIFIC BREWERIES LTD
Company Registration No.	193100007K
Announcement submitted on behalf of	ASIA PACIFIC BREWERIES LTD
Announcement is submitted with respect to *	ASIA PACIFIC BREWERIES LTD
Announcement is submitted by *	Anthony Cheong Fook Seng
Designation *	Company Secretary
Date & Time of Broadcast	21-Jun-2012 17:59:27
Announcement No.	00075

>> Announcement Details

The details of the announcement start here ...

Announcement Title *	ACQUISITION OF SHARES IN REDWOOD CELLARS (2006) LIMITED
Description	Please see attached.

Attachments
 Acquisition-of-shares-in-Redwood-Cellars-21.6.12.pdf
 Total size = **64K**
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ASIA PACIFIC BREWERIES LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No.: 193100007K)

ACQUISITION OF SHARES IN REDWOOD CELLARS (2006) LIMITED

Pursuant to 704(17)(c) of the Listing Manual of the Singapore Exchange Securities Trading Limited, Asia Pacific Breweries Limited (the "Company") wishes to announce that the Company's wholly owned subsidiary in New Zealand, DB Breweries Limited ("DBB") has entered into an agreement ("Agreement") to acquire, from Raripo New Zealand Limited ("Raripo"), a 100% stake in Redwood Cellars (2006) Limited ("RWC"). RWC is incorporated in New Zealand and is a manufacturer of cider products. This acquisition will facilitate the establishment of a joint venture for the production and distribution of cider products in New Zealand and Australia, and a reorganisation of DBB's cider business.

The consideration for the acquisition, determined according to an agreed EBITDA multiple, on a debt free basis, is NZ\$10.5 million (approximately SGD 10.7 million), and will be paid in cash on completion of the Agreement. The net tangible asset value of RWC based on the unaudited accounts of RWC for the year ended 31 March 2012 is approximately NZ\$780,000 (approximately SGD790,000). The consideration will be funded by a combination of cash and borrowings.

Following completion of the acquisition, DBB will enter into a joint venture with Ferloc Investments Limited ("FIL") which will acquire a 20% stake in RWC for a cash consideration of approximately NZ\$10.42 per share (NZ\$2.1 million (approximately SGD2.13 million) in aggregate). FIL is an investment vehicle of Justin Hall, who is presently a director and minority shareholder of Raripo and wishes to remain in the business.

Subsequently, DBB and RWC will reorganise their respective cider businesses. RWC will acquire DBB's New Zealand cider business for a consideration of NZ\$14.4 million (approximately SGD 14.6 million) based on an agreed EBITDA multiple taking into consideration the prevailing market conditions in New Zealand. In consideration of the transfer, RWC will issue to DBB 1,381,776 new shares valued at NZ\$10.42 per share (NZ\$14.4 million in aggregate). Following the reorganisation, which is expected to be completed by 1 October 2012, DBB will own approximately 91.5% of the issued shares in RWC. FIL will hold the remaining issued shares in RWC.

The investment is not expected to have a material impact on the net tangible assets per share or earnings per share of the Company for the current financial year.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect in the investment.

Anthony Cheong Fook Seng
Company Secretary

21 June 2012