

ASX Code : **VIP**

DIRECTORS :

Dr Kai Fatt (Joe)

WONG :

Independent Non-executive Chairman

Chin Kar (Jimmy)

YANG :

Group Managing Director

Kay Wen CHEN :

Executive Director

How Weng (Sebastian)

CHANG :Independent

Non- Executive Director

Andrew METCALFE :

Company Secretary

Issued Capital :

786,781,435 ordinary shares

CONTACT DETAILS :

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20 March 2023

ASX ANNOUNCEMENT (ASX: VIP)

SALE OF VACANT LAND ADJOINING FACTORY SITE FOR 7.9M MALAYSIAN RINGGIT.

The Directors of VIP Gloves Limited (VIP or the Company) are pleased to advise that through the Company's two wholly owned Malaysian subsidiaries they have executed a sale and purchase agreement (SPA) for the sale of the vacant land adjoining the existing factory site to Target Precast Industries Sdn Bhd (TPI) (an unrelated Malaysian company) for MYR 7,952,313 (AU\$2.65 million).

The sale of land and buildings will provide a significant cash injection for the Company, with funds used to eliminate financial borrowings and provide ongoing working capital.

Sale agreement terms and conditions

Completion of the sale agreement is conditional upon TPI receiving approval by its shareholders within 90 days of signing the SPA and obtaining the consent of local government to the transfer of the land (Consent) within 90 days of the date of the sale agreement.

Purchase Price of MYR 7.9 million will be paid in 2 tranches as follows:

1. MYR 795,231 (approximately A\$265k) (Deposit) to be paid to the Company's solicitor representing 10% of the total purchase price upon signing the SPA
2. MYR 7,157,082 (approximately A\$2.385 million) representing 90% of the total purchase price to be paid within 90 days from the date of signing the SPA with any extension of that period carrying an interest rate of 8% per annum.

Andrew Metcalfe

Company Secretary

andrew@accosec.com

Approved for release by the Board of VIP Gloves Limited