TRANSCORP HOLDINGS LIMITED

(Incorporated in the Republic of Singapore on 27 April 1995)
(Company Registration Number: 199502905Z)

ISSUANCE OF NOTICE OF DEMAND TO A SUPPLIER

The board of directors (the "**Board**") of Transcorp Holdings Limited (the "**Company**") hereby announced the following:

(a) on 1 January 2016, the Company's subsidiary, Regal Motors Pte. Ltd. ("**Regal Motors**"), executed an agreement with a supplier (the "**Supplier**") to supply motor vehicles (the "**Agreement**"). The Agreement was subsequently extended for a further period of two years from 1 January 2018 to 31 December 2019. Pursuant to the terms of the Agreement, advance deposits were made to the Supplier and the total outstanding amount as at 31 October 2018 was $2,785,471 of which an aggregate amount of $147,000 was collected subsequent to 31 October 2018. Regal Motors had attempted to seek full refund but it was not forthcoming;

(b) on 4 March 2019, Regal Motors issued a notice of demand to the Supplier to seek full recovery of the remaining advance deposits amounting to $2,638,471 (the "**Advance Deposits**"), which is still outstanding as at 4 March 2019, within seven days from 4 March 2019; failing which, Regal Motors will commence a legal action against the Supplier so as to recover the Advance Deposits and any associated legal cost; and

(c) the Advance Deposits are secured by letters of undertaking from a deemed shareholder of the Company (being the former Executive Chairman of the Company and spouse of a controlling shareholder of the Company) and the owner of the Supplier.

The Company will work towards recovering the Advance Deposits. In the process, the Company is prepared to seek necessary legal assistance and advice to ensure prompt recovery of the Advance Deposits.

The Company will provide further updates or make such further announcement on the said matter when there is any material development relating to this matter.

In the meantime, shareholders and investors are advised to exercise caution when dealing in the Company's shares. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company's securities.

The Board confirms that to the best of their knowledge, all material disclosures, facts and information have been provided and announced and are not aware of any facts, information or disclosures, the omission of which would make any statement in this announcement or disclosures misleading.

BY ORDER OF THE BOARD

Chia Siak Yan Vincent
Acting Non-Executive Chairman and Independent Director

5 March 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Liau H. K.
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