

SOUTHERN ARCHIPELAGO LTD.
(formerly known as Blumont Group Ltd.)
(Company Registration Number: 199302554G)
(Incorporated in Singapore)

PROFIT WARNING FOR THE SIX MONTHS ENDED 30 JUNE 2022

The Board of Directors (the “**Board**” or “**Directors**”) of Southern Archipelago Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Group is expected to report net losses for the six months ended 30 June 2022 (“**1H2022**”).

Based on the preliminary review of its draft unaudited financial results for 1H2022, the expected losses in 1H2022 are mainly due to:

- (a) the recognition of share options expenses in relation to the grant of option pursuant to the Blumont Employee Share Option Scheme 2013 announced by the Company on 17 June 2021; and
- (b) additional professional fees incurred in relation to the corporate proposal announced by the Company on 1 October 2021 comprising (1) the proposed acquisition of (i) 100% of the issued and paid-up share capital in Mendol Investments Pte. Ltd. and Hinako Investments Pte. Ltd. and (ii) 60% of the issued and paid-up share capital in Prime Holdings Pte. Ltd., Enggano Investments Pte. Ltd. and Mesawak Investments Pte. Ltd., and (2) the proposed renounceable non-underwritten rights cum warrants issue.

Further details will be disclosed when the Group announces its six months ended 30 June 2022 financial statements, which will be released on or before 14 August 2022.

In the meantime, shareholders of the Company are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board
BLUMONT GROUP LTD.

Siaw Lu Howe
Non-Executive Chairman
2 August 2022