



(Incorporated in the Republic of Singapore)
(Company Registration Number: 198203779D)

REQUEST FOR VOLUNTARY SUSPENSION

The Board of Directors (the "**Board**") of Pacific Star Development Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the following announcements:

- (i) The announcement made on 24 December 2018 relating to the S\$70 million loan facility agreement (the "**Loan Facility**");
- (ii) The announcement made on 19 March 2020 in which the Company announced Mr Glen Chan's ("**Mr Chan**") cessation as a director of the Company with effect from 18 March 2020, and his resignation as CEO of the Company, while serving his contractual six (6) months' notice period (the "**Cessation**");
- (iii) The announcement made on 19 March 2020 titled "Request for trading halt" (the "**Trading Halt Announcement**"); and
- (iv) The announcement made on 19 March 2020 titled "Disclosure in relation to Cessation of Director" (the "**19 March 2020 General Announcement**").

Unless otherwise defined here, capitalised terms used in this announcement shall have the meanings ascribed to them in the abovementioned announcements.

As disclosed in the 19 March 2020 General Announcement, pursuant to the terms of the Loan Facility, the Cessation may be a basis for the Lenders to call for the outstanding loan under the Loan Facility to become immediately due and payable.

Subsequent to a meeting with the Lenders, on 23 March 2020, the Lenders have written to the Company to inform the Company of the following:

- (a) Mr Chan's resignation as CEO and Managing Director of Pacific Star Development Limited and his subsequent bankruptcy order would constitute a change of control pursuant to the terms of the Loan Facility ("**Change Of Control**"). Upon the occurrence of such a Change Of Control, the Lenders are entitled to immediately require the mandatory prepayment of the Loan, together with accrued interest, and all other amounts accrued under the finance documents relating to the Loan.
- (b) The trading of the Company's shares on the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") has been halted since Thursday, 19 March 2020. In the event that the trading halt of the Company's shares on the SGX-ST continues for a period of five (5) consecutive market days or days which would have been market days but for the closure of, or general suspension of trading of shares on, the SGX-ST ("**Trading Disruption**"), this will constitute an event of default under the Loan and the Lenders would have the right to accelerate the Loan and declare all or part of the Loan, together with accrued interest, and all other amounts accrued or outstanding under the finance documents relating to the Loan immediately due and payable.
- (c) The Lenders have considered the Company's request for a waiver (i) relating to the Change Of Control and (ii) of an event of default if an event of Trading Disruption occurs and presently, the Lenders are not in the position to grant such waivers but the Lenders remain fully supportive of the Group and are continuing constructive engagement with the Group and its management towards the stability and ongoing operations of the Group.

As the Company is presently unable to obtain the waiver from the Lenders in relation to the Change Of Control, at this point in time, the Board is of the view that this constitutes material uncertainty in relation to the continued trading of the Company's shares on the SGX-ST. In order to prevent any irregular movement in the Company's share price, the Board has decided to request that the trading of the shares of the Company be suspended with immediate effect. This is also in line with Rule 1302(4) of the Listing Manual (Section B: Rules of Catalist) of the SGX-ST, as the current trading halt has been in place for three (3) market days since 19 March 2020.

The Company will keep shareholders updated on the status of this matter at the appropriate time. 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.

ON BEHALF OF THE BOARD

Ying Wei Hsein
Executive Chairman
24 March 2020

This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "SGX-ST") and the SGX-ST 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.

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