Dated 15 June 2021

DESIGN STUDIO GROUP LTD.
(Incorporated in the Republic of Singapore)
(Co. Reg. No.: 199401553D)

UPDATE ON RESTRUCTURING EXERCISE

The board of directors (the "**Board**") of Design Studio Group Ltd (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcement dated 9 June 2021 in relation to the status of the Group's restructuring efforts. Unless otherwise defined in this announcement, capitalized terms shall have the meanings given in the announcement dated 9 June 2021.

The Board wishes to announce that three (3) of the Company's wholly-owned Malaysia-incorporated subsidiaries, being DSG Projects Malaysia Sdn Bhd, DSG Manufacturing Malaysia Sdn Bhd and DS Project Management Sdn Bhd (together, the "**Malaysia Subsidiaries**") have on 8 June 2021 made applications (the "**Malaysia JM Applications**") to the High Court of Malaya at Kuala Lumpur (the "**Malaysia Court"**) for the Malaysia Subsidiaries to be placed in judicial management under section 405 of the Companies Act 2016 (the "**Malaysia Companies Act**").

The Malaysia JM Applications are intended to provide room for the Group to continue its business operations in the ordinary course, and to work with key stakeholders and advisors to pursue the restructuring process, while the Group await the sanction of the New Creditor Scheme.

The Malaysia JM Applications are also intended to enable the Group to implement the New Creditor Scheme, if sanctioned by the Singapore Court, as may be required in Malaysia.

Pursuant to section 410 of the Malaysia Companies Act, upon making the Malaysia Application, a moratorium would automatically be in effect until the making of judicial management orders or the dismissal of the Malaysia JM Applications (the "**Malaysia Moratorium**").

During the Malaysia Moratorium:

(a) no resolution shall be passed or order made for the winding up of the company;

(b) no steps shall be taken to enforce any charge on or security over the Malaysia Applicants' property or to repossess any goods in the Malaysia Applicants' possession under any hire purchase agreement, chattels leasing agreements or retention of title agreement, except with leave of the Malaysian Court and subject to such terms as the Malaysian Court may impose; and

(c) no other proceedings and no execution or other legal process shall be commenced or continued and no distress may be levied against the Malaysian Applicants or its property except with leave of the Malaysian Court and subject to such terms as the Malaysian Court may impose.

The Malaysia Court has set the first case management date for 23 June 2021 and 24 June 2021, while the hearing for the Malaysia JM Applications is set for 26 July 2021 and 30 July 2021.

The Company will continue to keep its stakeholders updated and will make the appropriate announcements as and when there are any material updates or developments. Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully and should exercise caution when dealing in the Company's securities. Shareholders and potential investors who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors.

By Order of the Board

Steven James Salo
Executive Director and Interim Chief Executive Officer
15 June 2021