
Entry into Agreement with US Based Fund

The Board of Directors (the "Board") of Asiaphos Limited (the "Company") together with its subsidiaries (hereinafter referred to as the "Group") wishes to announce that the Company and its wholly owned subsidiary, Norwest Chemicals Pte Ltd have on 18 August 2022 received confirmation/ finalisation of its agreement with a US based Fund that will provide non-recourse funding in respect of the Group's pending international investment arbitration against the People's Republic of China.

The funding provided pursuant to this agreement will cover a set amount of the anticipated fees and costs through the end of the Arbitration, as well as certain fees and costs that have been incurred to-date. The Fund will recover based on amounts recovered in the arbitration by way of award or settlement. If the funding agreement is terminated prior to the completion of the arbitration, the Fund will be entitled to cease funding but will still be entitled to recover based on the amounts recovered in the arbitration by way of award or settlement.

The Group is unable to provide further public information on the terms of the agreement due to strict confidentiality restrictions in the funding documents.

Apart from the agreement to provide funding, there is no relationship between the Company, its substantial shareholders and the Fund or its directors and management. No shares of the Company nor its subsidiaries will be issued in connection with the Agreement.

The entry into the Investment Agreement is not expected to have any material impact on the audited net tangible assets or earnings of the Group for the financial year ending 31 December 2022.

Save for their interest in the Company, none of the Directors, controlling shareholders or their associates have any interest, direct or indirect, in the aforesaid entry of the Company into the investment agreement.

Save as disclosed, there are no other material developments in the arbitration that requires disclosure. The Board will duly make such announcements on SGXnet when there are new and material developments.

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.

BY ORDER OF THE BOARD

Dr Ong Hian Eng
Executive Director
Asiaphos Limited

19 August 2022

*This announcement has been reviewed by the Company's Sponsor, Asian Corporate Advisors Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (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. Liao H.K., at 160 Robinson Road, #21-05 SBF Center, Singapore 068914, Telephone number: 6221 0271.