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

WITHDRAWAL OF APPEAL

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 17 August 2021 in relation to the New Creditor Scheme and the Appeal (the "**17 August Announcement**"). Unless otherwise defined, capitalized terms used in this announcement shall have the meanings given in 17 August Announcement.

The Board has commenced a restructuring exercise since January 2020 and worked tirelessly with the view to achieving a successful restructuring of the Group that is in the best interests of all stakeholders. These restructuring efforts were undertaken and made possible with the support and funding from the Group's largest shareholder, Depa United Group PJSC ("**Depa**").

The restructuring efforts led by the Board culminated in the New Creditor Scheme which received support from the requisite statutory majority of creditors. The purpose of the New Creditor Scheme was to allow the Group to restructure its liabilities in a sustainable manner and continue operating as a going concern. However, as stated in the 17 August Announcement, the General Division of the High Singapore Court declined the Group's application for sanction of the New Creditor Scheme on 13 August 2021 (the "**High Court Judgment**"). The Group had originally intended to appeal the High Court Judgment and filed a notice of appeal in relation to the High Court Judgment on 19 August 2021 (the "**Appeal**").

The Board has however since been informed by its largest shareholder, Depa, that it wishes to discontinue the financial support that it has extended to support the restructuring of the Group in light of the High Court Judgment and the uncertainties and time taken in relation to the Appeal. In light of the foregoing, the Board had no choice but to withdraw the Appeal.

The Board 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

18 October 2021