



ISOTEAM LTD.

(Company Registration No: 201230294M)
(Incorporated in the Republic of Singapore on 12 December 2012)

APPLICATION FOR EXTENSIONS OF TIME TO (I) ANNOUNCE THE UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2020 ("FY2020") AND (II) HOLD THE ANNUAL GENERAL MEETING ("AGM") FOR FY2020

The Board of Directors (the "**Board**") of ISOTeam Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that the Company has, on 11 August 2020 and through the Company's Sponsor, made an application, to the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") for the following extensions of time:

- (i) extension of time under Rule 705(1) of the Listing Manual Section B: Rules of Catalist of the SGX-ST ("**Catalist Rules**") to announce the unaudited financial statements of the Group for FY2020 ("**FY2020 Results**") by 31 October 2020 (from the deadline of 29 August 2020) (the "**Results Extension**"); and
- (ii) extension of time under Rule 707(1) of the Catalist Rules to hold its AGM for FY2020 by 30 December 2020 (from the deadline of 31 October 2020) (the "**AGM Extension**").

The reasons for seeking the Results Extension are as follows:

- (a) The Company is unable to consolidate and finalise the accounts of its four overseas subsidiaries that form part of the six Pure Group entities which were acquired by the Company in early 2020 due to the restrictions in place in the various countries to contain the spread of COVID-19;
- (b) These four overseas subsidiaries are in Thailand, the Philippines, China and Malaysia. Due to the prolonged lockdown, travel restrictions and/or other measures imposed in these countries, it has slowed down the review process and have cause a delay in the finalisation of their accounts;
- (c) As stated in the Company's announcement dated 24 July 2019 in relation to the acquisition of the Pure Group entities, S\$12 million of the purchase consideration for the acquisition will be settled by the Company issuing 47,393,365 non-listed, transferable warrants, which are deposited with an escrow agent and will only be released to the seller upon fulfillment of certain profit targets, which includes a profit target of the Pure Group entities achieving an audited consolidated profit after tax of at least S\$3,000,000 for the period from the date of completion of the acquisition to 30 June 2020. As such, the Company anticipates that the consolidation and finalisation of the four overseas Pure Group entities' accounts will have a material impact on the FY2020 Results;
- (d) Although the Company has received preliminary management accounts from the four overseas Pure Group entities, it is still pending confirmation/finalisation on some numbers ("**Outstanding Documents**") and can only seek guidance from the Company's auditor upon receiving the Outstanding Documents in order to avoid any material adjustments to the FY2020 Results made subsequently by the auditor; and

- (e) In view of the issues raised above, the Company is unable to prepare and release the FY2020 Results by 29 August 2020 but expects to be able to do so by 31 October 2020.

As a result of the Results Extension, the reasons for seeking the AGM Extension are the consequential delays in the finalisation of the Group's Annual Report for FY2020 (including the audit report), as well as the printing, distribution and publication of the Annual Report for FY2020, and the dissemination of the Notice of AGM to the Company's shareholders.

The Company will concurrently make an application to the Accounting and Corporate Regulatory Authority ("**ACRA**") under Section 175(2) of the Companies Act, Chapter 50 for an extension of time to hold its AGM by 30 December 2020.

The Company will make further announcements to update its shareholders on the outcome of the above applications to the SGX-ST and ACRA in due course.

By Order of the Board

Anthony Koh Thong Huat
Executive Director and Chief Executive Officer
12 August 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by 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 Kaeson Chui, Vice President, at 16 Raffles Quay, #01-05 Hong Leong Building, Singapore 048581, Telephone (65) 6415 9886.