



OXPAY FINANCIAL LIMITED

(Company Registration Number: 200407031R)
(Incorporated in the Republic of Singapore)

STATEMENT IN RESPONSE TO MAS' COMPOSITION PENALTY ON OXPAY SG PTE. LTD.

The board of directors (the **"Board"**) of OxPay Financial Limited (the **"Company"**) refers to the announcement issued by the Monetary Authority of Singapore (**"MAS"**) today entitled "MAS Imposes Composition Penalties against Five Major Payment Institutions" (please refer to <https://www.mas.gov.sg/regulation/enforcement/enforcement-actions/2025/mas-imposes-composition-penalties-against-five-major-payment-institutions>).

The MAS announcement refers to a composition penalty imposed by MAS on OxPay SG Pte. Ltd. (**"OxPay SG"**), the Company's wholly-owned subsidiary, for breaches under the anti-money laundering and countering the financing of terrorism (**"AML/CFT"**) requirements. The breaches, which were identified during MAS' examination of the AML/CFT framework and controls of OxPay SG, relate to specific lapses in customer due diligence and customer screening procedures that occurred between May 2021 and November 2022. A composition penalty of S\$110,000 has been imposed.

OxPay SG acknowledges MAS' findings and accepts the penalty. OxPay SG takes its compliance obligations seriously and deeply regret the lapses. While there was no evidence of intentional wrongdoing or financial loss, OxPay SG recognises the importance of robust AML/CFT controls to ensure the integrity of its financial system.

Since MAS' examination, OxPay SG has taken concrete steps to strengthen its AML/CFT capabilities. These measures include enhancements to customer onboarding processes, screening protocols and transaction monitoring. OxPay SG has also introduced more structured compliance oversight and invested in staff training to instill a stronger risk and compliance culture across the organisation.

Additionally, OxPay SG is now led by a newly appointed management team with extensive industry experience and a strong track record in regulatory compliance and governance. The new leadership is committed to upholding high standards of operational discipline and regulatory integrity. Under their stewardship, OxPay SG is implementing sustainable remediation measures and further upgrading its systems, processes, and controls to mitigate financial crime risks effectively.

OxPay SG remains fully committed to meeting the highest standards of regulatory compliance and to working closely with MAS to further reinforce its AML/CFT capabilities. OxPay SG continues to invest in technology, processes, and people to ensure that its operations are resilient against financial crime risks.

By Order of the Board

Chin Mun Chung

Executive Director and Chief Executive Officer
27 June 2025

*This announcement has been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (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.*

The contact person for the Sponsor is Ms. Goh Mei Xian, ZICO Capital Pte. Ltd. at 77 Robinson Road, #06-03 Robinson 77, Singapore 068896, telephone (65) 6636 4201.