



ELLIPSIZ LTD

Company Registration No. 199408329R
(Incorporated in the Republic of Singapore)

JOINT VENTURE BETWEEN ELLIPSIZ DSS PTE LTD AND AITECH ROBOTICS AND AUTOMATION PTE LTD

1. INTRODUCTION

The board of directors of Ellipsiz Ltd (the “**Company**” and together with its subsidiaries, the “**Group**”) is pleased to announce that Ellipsiz DSS Pte Ltd (“**Ellipsiz DSS**”), a wholly-owned subsidiary of the Company, had on 9 May 2020 entered into a joint venture agreement with Aitech Robotics and Automation Pte Ltd (“**Aitech**”), pursuant to which Ellipsiz DSS and Aitech have agreed to incorporate a joint venture company for the purpose of conducting the principal business of marketing and distribution/trading of, and the provision of engineering services, product research and development and solutions for, integrated temperature screening and intelligent facial recognition solutions and the other related products and services (the “**Joint Venture**”).

2. INFORMATION ON THE PARTIES TO THE JOINT VENTURE

Ellipsiz DSS is in the business of providing solutions for in-circuit and functional testing, trading of scientific instruments, electronic equipment and providing related technical services and support, trading of consumable products to hospitals, pharmaceutical, electronic and food processing industries, acting as commission agents and providing management services.

Aitech, a homegrown robotic company, designs and develops applications and solutions and robotic devices, offering automation solutions to the hospitality, healthcare, food and beverages, logistics and construction industries. It has developed a series of automated guided vehicles, autonomous material handling equipment and omnidirectional heavy-duty robotic solutions for customers in the region.

3. INCORPORATION OF JOINT VENTURE COMPANY

The joint venture company, EllipTech Solutions Pte Ltd (“**EllipTech Solutions**”), was incorporated with an issued and paid-up share capital of S\$1,000 comprising 1,000 ordinary shares. Ellipsiz DSS and Aitech each holds a 50% shareholding interest in EllipTech Solutions.

4. RATIONALE FOR THE JOINT VENTURE

The partnership with Aitech enables the Group to broaden its range of product and solution offerings to its clients in Singapore and regionally, through the Group’s distribution platform. The collaboration also provides the Group with the opportunity to tap onto Aitech’s engineering and research background to develop related applications and products.

The current Covid-19 pandemic has adversely affected countries globally and governments and institutions are implementing new protocols and measures to address health and safety issues. The joint venture will leverage on the Group’s and Aitech’s network, technical know-

how and research and development expertise to offer to the market a range of applications and solutions on thermal imaging for temperature measurement coupled with facial recognition as well as security. This will provide an integrated smart security and contactless movement for clients using automation whilst incorporating artificial intelligence and Internet of Things.

The joint venture will work closely with its clients with a focus on developing more coherent customised applications and solutions by connecting and combining different platforms into a unified platform, thus, catering to the different needs and demands of the retail, commercial, institutional as well as industrial sectors, so as to ease and facilitate better management of the work and social environment arising from implementation of Covid-19 related measures.

5. FINANCIAL IMPACT OF THE INTEREST IN ELLIPTECH SOLUTIONS

The subscription of shares in EllipTech Solutions was funded through the Group's internal resources and is not expected to have any material impact on the earnings per share and the net tangible assets per share of the Group for the financial year ending 30 June 2020.

6. INTEREST OF DIRECTORS AND CONTROLLING SHAREHOLDER

None of the directors or the controlling shareholder of the Company has any interest, direct or indirect, in the Joint Venture, save for their respective shareholdings (if any) in the Company.

By order of the Board
CHOW CHING SIAN
JOHNIE TAN WEE LIANG
Company Secretaries
11 May 2020