



ANCHOR RESOURCES LIMITED

(Company Registration No.: 201531549N)
(Incorporated in the Republic of Singapore on 12 August 2015)

RESPONSE TO SGX-ST QUERIES – CLARIFICATION IN RESPECT OF THE ANNOUNCEMENT DATED 26 AUGUST 2019 ENTITLED “UPDATE ON EXCHANGEABLE BONDS” (THE “26 AUGUST 2019 ANNOUNCEMENT”)

The board of directors (the “**Board**”) of Anchor Resources Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce the following in response to the queries raised by Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) to the Company in relation to the 26 August 2019 Announcement.

Unless otherwise defined, all capitalised terms used herein shall bear the same meanings ascribed to them in the 26 August 2019 Announcement.

SGX-ST’s Query 1

Please quantify the value of the Exchangeable Bonds and whether the Company has sufficient resources for the redemption.

Company’s Response

The principal amount of the Exchangeable Bonds (“**EB**”) is S\$2.0 million and the aggregate amount repayable at maturity with interest is S\$2.645 million. The subscriber has agreed not to redeem the EB for the next three months whilst discussions are on-going between the parties to restructure the bond and/or to agree upon a repayment schedule without the convertibility element.

SGX-ST’s Query 2

Please disclose the Company’s plans to fulfil its obligation in relation to the Exchangeable Bonds.

Company’s Response

Please see response to Query 1 above.

SGX-ST’s Query 3

Please also disclose the following:

- (a) The Board of Directors’ opinion as to (i) whether the Company and its subsidiaries (collectively, the “**Group**”) can continue as a going concern; and (ii) the bases for its opinion;
- (b) The Board of Directors’ opinion as to whether a trading suspension is required; and

- (c) The Board of Directors' confirmation that sufficient information has been disclosed by the Company to enable trading to continue on an informed basis.

Company's response

- a) The Board of Directors had provided an opinion in its unaudited financial statements for the half year ended 30 June 2019, which was announced on 14 August 2019 that the Group will be able to continue operating as a going concern for the next 12 months. The Board confirms this opinion on to the following basis:
- (i) there were cash balance of RM2.02 million for the Group as at 30 June 2019 to meet the operational needs of the Group;
 - (ii) one of our controlling shareholders Mr Lim Chiau Woei has given a letter of support, undertaking to provide adequate funds to enable our Group to meet its payment obligations as they fall due; and
 - (iii) our Group is progressing with various fund-raising options.
- b) Based on the above, the Board of Directors is of the view that the Group and the Company will be able to continue as a going concern for the next 12 months, and therefore, trading in the Company's shares should not be suspended.
- c) The Board confirmed that to the best of its knowledge and belief sufficient information has been disclosed for trading of the Company's shares to continue on an informed basis.

Shareholders of the Company are advised to read the unaudited financial statements of the Group for the half year ended 30 June 2019, which was announced on 14 August 2019. In the meantime, the Board wishes to advise Shareholders and potential investors to exercise caution when dealing in the shares of the Company. In the event of any doubt, they should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

**By Order of the Board
ANCHOR RESOURCES LIMITED**

Dr Wilson Tay Chuan Hui
Lead Independent Director and Non-Executive Chairman

2 September 2019

*This announcement has been prepared by Anchor Resources Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalyst.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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