

TAI SIN ELECTRIC LIMITED

(Company Registration No. 198000057W)

(Incorporated in the Republic of Singapore)

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE LISTING MANUAL

The Board of Directors of Tai Sin Electric Limited (“**Tai Sin**” or “**the Company**”) wishes to announce the following transactions pursuant to Rule 706A of the Listing Manual of Singapore Exchange Securities Trading Limited (“**SGX-ST**”), which occurred during the financial half year ended 30 June 2021:

(a) **Increase of share capital by Cast Laboratories Pte Ltd (“Cast Lab”)**

On 1st April 2021, Cast Lab, the Company’s wholly-owned Singapore subsidiary, increased its issued and paid-up share capital from S\$6,256,667 to S\$10,000,000 by the issue of 6,471,812 new ordinary shares to Tai Sin, at the issue price of S\$0.5784057 per share, amounting to an aggregate cash consideration of S\$3,743,333.

The increase in share capital is intended to provide long-term funding to match the size and potential business growth of the Cast Lab Group.

(b) **Share buyback by Astar Laboratory Pte Ltd (“Astar”)**

On 1st June 2021, Astar bought back 238,610 ordinary shares from a shareholder at \$1.092 per ordinary share, amounting to an aggregate cash consideration of \$260,621.43 (by way of a selective off-market acquisition, and cancelled the buyback shares immediately on acquisition pursuant to Section 76B of the Companies Act (Chapter 50).

Consequently, upon the share buyback taking effect:-

- (a) the share capital of Astar was reduced from \$800,000.00 to \$539,378.57;
- (b) the number of issued and fully paid-up ordinary shares of Astar was reduced from 1,193,052 to 954,442; and
- (c) the percentage shareholding of Cast Lab in Astar increased from 30% to 37.5%.

The net asset value of each Astar ordinary share was \$1.177 per share (before the share buyback), based on the audited financial statements for the year ended 30 June 2020.

The share buyback provided an exit for the shareholder who was no longer involved in management and allows the remaining shareholders to focus on longer term strategies beneficial to Astar and the Cast Lab Group.

BY ORDER OF THE BOARD

Mr. Tan Shou Chieh
Secretary

Singapore, 26 August 2021