

PLATO CAPITAL LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199907443M)

**RESPONSES TO SHAREHOLDERS' QUESTIONS FOR THE PURPOSES OF THE ANNUAL
GENERAL MEETING TO BE HELD ON 28 APRIL 2022**

The Board of Directors (the “**Board**”) of Plato Capital Limited (the “**Company**” or “**Plato**”) would like to thank shareholders of the Company for submitting their questions in advance of the Annual General Meeting to be held by electronic means on 28 April 2022. Below are the responses of the Company to the questions.

Question 1:

It was understood that Truesource Sdn Bhd (“TSSB”) holds Tune Plato Ventures Sdn Bhd (“TPV”), which in turn holds LSA Ventures Sdn Bhd (formerly known as TP Subhome Sdn Bhd).

On page 76 of the Annual Report, under “(d) Impairment testing of investment in subsidiaries”, it was stated that “During the financial year, the management has written down the investment in TSPL and TSSB to the recoverable amount based on the net assets at the end of the reporting period which approximates the fair value less cost to sell. Accordingly, a total impairment loss of \$927,833 was recognised for the financial year ended 31 December 2021 (2020: \$293,867).”

Can the Audit Committee share why the impairment loss on the net assets of Truesource Pte Ltd (TSPL), Truesource Sdn Bhd (TSSB), Tune Plato Ventures Sdn and LSA Ventures Sdn Bhd (formerly known as TP Subhome Sdn Bhd) has increased by 3.16 times from –SGD293,867 in FY2020 to –SGD927,833 in FY2021?

Company’s Response:

During the financial year ended 31 December 2021, the investment in Truesource Pte Ltd and Truesource Sdn Bhd were written down by \$657,833 and \$270,000, respectively to the recoverable amount based on the net assets of the respective subsidiaries at the end of the reporting period.

The impairment loss on the investment in Truesource Pte Ltd was primarily due to the decrease in fair value on the quoted equity investment held as a result of the drop in market price of ECM Libra Group Berhad shares.

The impairment loss on the investment in Truesource Sdn Bhd relates to other investments held by Tune Plato Ventures Sdn Bhd and is not related to the investment in LSA Ventures Sdn Bhd (“LSA”). The cost of investment in LSA by the Group was fully impaired in the financial year ended 31 December 2019 (“FY2019”) and the Group had disposed of all the ordinary shares held in Subhome Management Sdn Bhd (“Subhome”) during FY2019.

Question 2:

Can the Audit Committee share how much of the impairment loss in each of FY2020 and FY2021 came from LSA Ventures Sdn Bhd (formerly known as TP Subhome Sdn Bhd) specifically?

Company's Response:

The cost of investment in LSA by the Group was fully impaired in FY2019, and no further impairment losses were incurred in the financial years ended 31 December 2020 and 31 December 2021.

Question 3:

Recently (in 2021), there were two media articles (by Mothership and Milelion) about possible relationships between Plato Capital Limited's LSA Ventures Sdn Bhd (formerly known as Tune Plato Subhome Sdn Bhd) and VIP Pass.

It was stated in the Mothership article (<https://mothership.sg/2021/06/vip-pass-singapore/>) dated 30 Jun 2021 that "Wong also did a background check on the VIP Pass and found that the media mentions were for Subhome, an accomodation provider in Malaysia that is not VIP Pass's legal parent company."

It was stated in the Milelion article (<https://milelion.com/2021/06/22/investigating-the-vip-pass-a-hotel-deal-you-should-avoid/>) dated 17 Jul 2021 that "Quoted from Milelion article: "SubHome used to sell a Platinum VIP Pass which could be used for stays at any participating property. The links on this page now redirect to the VIP Pass, which is presumably what it evolved into."

What is the relationship (directly or indirectly) between LSA Ventures Sdn Bhd (formerly known as Tune Plato Subhome Sdn Bhd) and VIP Pass? If so, how much impairment losses were suffered resulting from the business relationship with VIP Pass?

Company's Response:

As noted in the replies to Question 1 and 2 above, the Group had disposed of all the ordinary shares held in Subhome through LSA in FY2019 and had fully written down its investment in FY2019. As such, the Group has no relationship, direct or otherwise, with VIP Pass and the impairment losses in the financial year ended 31 December 2021 was not related in any manner to Subhome, its ventures and/or its associates.

By Order of the Board
Plato Capital Limited

Gareth Lim Tze Xiang
Chief Executive Officer
24 April 2022

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (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 Ms Jennifer Tan, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.