USP GROUP LIMITED
(Company Registration No.: 200409104W)
(Incorporated in the Republic of Singapore)
(the "**Company**")

UPDATE ON NOTICE OF COMPLIANCE

The Company refer to the Notice of Compliance (the **"NOC"**) dated 11 April 2023 issued by Singapore Exchange Securities Trading (the **"SGX-ST"**), as set out in Paragraph 14 of NOC, SGX-ST requires the Company to:

(a) Appoint new Auditors to undertake an audit of the Company's financial statements for the most recently completed financial year i.e., financial year ended 31 March 2023 (**"FY2023"**) by 31 May 2023; and

(b) Announce the audited financial statements for FY2023 by a deadline to be agreed with the Exchange; and

(c) Based on the audited financial statements for FY2023, submit to the Exchange an application for either (i) its removal from the Watch-list; or (ii) an extension of time to extend the Cure Period, by a deadline to be agreed with the Exchange.

The Board of Directors (the **"Board"**) of USP Group Limited (the **"Company"**) and together with its subsidiaries, the **"Group"**) wishes to apply for an extension of 60 days to comply with Paragraph 14(a) of the NOC to appoint auditor to undertake the audit of the Company's financial statements for the most recently completed financial year ending 31 March 2023.

The reasons for seeking the application are as follows:

1. The Company has submitted a draft circular to SGX-ST in relation to the proposed appointment of new auditor the first proposed auditors.

2. The Company has also been in close consultation with SGX-ST in relation to the draft circular to the Shareholders for the announcement of the Extraordinary General Meeting (the **"EGM"**) for the purpose of obtaining Shareholders approval to appoint the Auditors by 31 May 2023.

3. Subsequently, SGX-ST informed the Company that based on further information submitted to it during the review of the draft circular, it requires more time to assess the suitability of the first proposed auditor for the proposed audit on the FS FY2023.

4. In view of the above, the Company is in the midst of shortlisting potential auditors as an alternate replacement for the first proposed auditor.

5. In the premise, the Company is seeking a 60-day extension and will endeavor to hold the EGM for the proposed appointment of auditor by 30 July 2023.

The Company will make further announcements to update its shareholders on the outcome of the Extension Application in due course.

By Order of the Board
USP GROUP LIMITED

Tanoto Sau Ian
CEO, Executive Director and Managing Director
31 May 2023