ADVANCE SCT LIMITED
(Company Registration No. 200404283C)

For immediate release

Advance SCT to collaborate with consulting firm in attempt to revive its fortune

Singapore, 27 June 2016

Mainboard-listed Advance SCT Ltd (the **Company**) has on 27 June 2016 entered into a binding heads of agreement (the **HoA**) with BT Consulting & Management Pte. Ltd. (the **Investor**) in relation to various possible and potential corporate actions.

The proposed collaboration involves the following potential corporate actions and transactions:

(a) Resolution of the outstanding debt issues

The Company has applied to the High Court in February 2016 to enter into a scheme of arrangement (Scheme) under Section 210 of the Companies Act (Cap 50). At a meeting of the creditors on 29 April 2016, a resolution approving the Scheme was passed by the creditors attending with the requisite statutory majority in relation to both numbers and value. The Investor has noted that the Scheme is yet to be sanctioned by the court and intends to explore with the Company various options to resolve the Company's outstanding debt issues.

(b) Strategic review of business

The Investor will undertake a strategic review of the Company's business and where desirable, explore the acquisitions of new assets and undertakings that are earnings and/or yield accretive.

(c) Fund raising

In order to provide sufficient funding for the Company to undertake the strategic review and implementation as well as to meet the immediate working capital requirements of its existing commodities-related business, the Investor has, subject to the conditions precedent set out in the HoA and the execution of the Definitive Agreements, agreed to provide up to S$8 million (or its equivalent in any other foreign currency) of funding in

cash (the "**Fund Raising**"), with a firm commitment of up to S$3 million for subscription of new ordinary shares in the Company ("**Shares**"), which the Investor has placed on escrow and the remaining S$5 million shall be for subscription of new Shares and/or securities (including but not limited to loan notes or bonds) that are convertible into Shares (the "**Convertible Securities**"). The Fund Raising will be in multiple tranches and is subject to certain conditions precedent and the proceeds shall be used for pre-agreed uses to be agreed between the Company and the Investor. The Fund Raising is subject to, amongst others, shareholders' approval and the lifting of suspension of trading of the Company's shares on the Singapore Exchange Securities Trading Limited ("**SGX-ST**").

About Advance SCT

Advance SCT Limited, once the premium service provider for the recycling of metals, has since evolved to become a major supplier of copper-based products to electronic and power industries around the world. By leveraging on its past expertise in the metal industry, the Company is able to produce high-quality copper products that boast greater functional efficiency as well as increased tensile strength. These are manufactured in Advance SCT's facilities in Singapore and China.

The Company has also invested in manufacturing technologies of the future to produce Cuprobraze radiators, a new generation of copper-based high-tech heat-exchangers, for the energy generation market.

Advance SCT Limited has been listed on the main board of the Singapore Exchange since 24 November 2004.