TRANSCORP HOLDINGS LIMITED

(Incorporated in the Republic of Singapore on 27 April 1995)
(Company Registration Number: 199502905Z)

UPDATE ON THE ISSUANCE OF NOTICE OF DEMAND TO A SUPPLIER

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*Unless otherwise defined or the context otherwise requires, all terms used herein shall have the same meaning as defined in the announcement dated 5 March 2019 (the "**Announcement**").*

On 5 March 2019, the Company announced that Regal Motors, a subsidiary of the Company, issued a notice of demand to a Supplier requesting for a full refund of the Advance Deposits within seven days from 4 March 2019; failing which, Regal Motors will commence a legal action against the Supplier so as to recover the Advance Deposits and any associated legal cost.

The board of directors (the "**Board**") of Transcorp Holdings Limited (the "**Company**" and together with its subsidiaries the "**Group**") hereby provide the following update:

(a) on 11 March 2019, Regal Motors received a letter from the Supplier stating that the Supplier is negotiating with its suppliers to obtain the refunds and that the Supplier will propose a schedule of repayment (the "**Proposed Repayment Schedule**") within two weeks from 11 March 2019;

(b) after due deliberation, on the instruction from the Board, Regal Motors has written to the Supplier (i) to accede to the Supplier's request so as to provide the Proposed Repayment Schedule by 4.00 p.m. on 25 March 2019 (the "**Deadline**") to its satisfaction; and (ii) to inform the Supplier that Regal Motors will not accept any further delay with regard to the Proposed Repayment Schedule beyond the Deadline; and

(c) the Board will assess the Proposed Repayment Schedule to ensure that it is in the best interest of the Group and the Company.

The Company will continue to work towards recovering of the Advance Deposits. In the process, the Company is prepared to seek necessary legal assistance and advice to ensure prompt recovery of the Advance Deposits.

The Company will provide further updates or make such further announcement on the said matter when there is any material development relating to this matter.

In the meantime, shareholders and investors are advised to exercise caution when dealing in the Company's shares. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company's securities.

The Board confirms that to the best of their knowledge, all material disclosures, facts and information have been provided and announced and are not aware of any facts, information or disclosures, the omission of which would make any statement in this announcement or disclosures misleading.

BY ORDER OF THE BOARD

Chia Siak Yan Vincent
Acting Non-Executive Chairman and Independent Director

12 March 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by 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.

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