

MARY CHIA HOLDINGS LIMITED
Company Registration No. 200907634N
(Incorporated in Singapore)

**APPROVAL FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED
("SGX-ST") FOR EXTENSIONS OF TIME TO ANNOUNCE THE
UNAUDITED FINANCIAL STATEMENTS FOR THE FULL YEAR ENDED 31 MARCH 2018
("FY2018") AND HOLD ITS ANNUAL GENERAL MEETING ("AGM")**

1. INTRODUCTION

The Board of Directors (the "**Board**") of Mary Chia Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the announcement dated 31 May 2018 in relation to the Application (the "**Announcement**"). *All capitalized terms used and not defined herein shall have the same meanings ascribed to them in Announcement.*

2. GRANT OF EXTENSIONS AND CONDITIONS IMPOSED BY SGX-ST

The SGX-ST has on 1 June 2018 informed the Company that it has no objection to granting the Company a 2-month extension to release its FY2018 unaudited results by 31 July 2018 and to hold its AGM for FY2018 by 30 September 2018 (the "**Waiver**"), subject to the following:

- (i) The Company announcing the Waiver granted, the reasons for seeking the Waiver, the conditions and if the Waiver conditions have been satisfied;
- (ii) Submission of written confirmation from the Company that it is not aware of any information that will have a material bearing on investors' decisions which has yet to be announced by the Company; and
- (iii) The Company convenes the annual general meeting by 30 September 2018.

3. REASONS FOR SEEKING THE EXTENSION

3.1 Due to the 6 months accounting backlog arising from the high staff turnover in the twelve months before October 2017, the Company made an application on 20 October 2017 and was granted a 3.5 months extension of time from the SGX-ST in the announcement of the 1HFY2018 results and had made the announcement on 28 February 2018.

3.2 The Company has recently completed the disposal of major assets of the Group which relates to the Hotel Property at 48,49 and 50 Mosque Street (the "**Hotel Property**") on 29 March 2018. Resources in the Singapore Finance Team was diverted to prepare the Circular to Shareholders and Extraordinary General Meeting in relation to the disposal of the Hotel Property.

- (i) Events leading up to the disposal of the Hotel Property

Subsequent to Suki Sushi Pte. Ltd. ("**Suki Sushi**") and Mr Lee Boon Leng ("**Mr Lee**") (collectively "**New Controlling Shareholders**") becoming the controlling shareholders of the Company as at 24 August 2017, the Group became dependent on the New Controlling Shareholders for fund support. In the period from 24 August 2017 to 29 March 2018 (the "**Transitional Period**"), the Group, on a weekly basis, submitted detailed payment lists, payment plans and cash forecast on the amounts of borrowings. Such weekly reports were prepared by the Singapore Finance Team.

While the Singapore Finance Team was meeting the extended timeline of 28 February 2018 on the Half Year Result Announcements and clearing the accounting backlogs, the Finance

Team also faced challenges in managing the payments to creditors through various meetings and instalment plans.

- (ii) Proposals to strengthen the cashflow of the Group which will reduce the dependence on the New Controlling Shareholders for the weekly fund support

Before the decision to dispose off the Hotel Property to JL Asia Resources Pte. Ltd. The Company had considered many proposals to raise adequate funds. All proposals required financial analysis and review of the financial impact on the Group financials which were performed by the Singapore Finance Team.

It was imperative for the Group in achieving self-sufficiency in cashflow so that the Group will not be dependent on the New Controlling Shareholders. Hence, there was an urgency on the Hotel Disposal and the Singapore Finance Team were diverted to ensure that the Hotel Disposal can be completed in the soonest possible time.

- (iii) Preparation of the Circular and the Conduct of EGM

The Singapore Finance Team handled the preparation of the Circular and the conduct of the EGM which included:

- an internal review of the sales and purchases agreement of the Hotel Properties;
- the commissioning of the independent valuation of the Hotel Property and the provision of all necessary information requested by the independent valuers;
- the preparation of the Circular through the provision of all information required by the lawyers and the Sponsors and proof-reading subsequently; and
- the planning and conducting the EGM with the booking of venue, advertisements, engagement and coordination with share registrar, the company secretary, the polling team and the scrutineers.

3.3 Following a joint assessment by Ms Wendy Ho (the “**CEO**”) and the CFO, the status of the Group’s financial statements as at the date of the application the SGX-ST was as follows:

- a. the Singapore based subsidiaries’ financial statements are prepared before and up to **30 November 2017**, except for MSB Beauty Pte. Ltd. and Hotel Culture Pte. Ltd. which are prepared up to **28 February 2018**;
- b. the Malaysia based subsidiaries’ financial statements are prepared up to **31 December 2017**; and
- c. the China based subsidiary’s financial statements has been prepared up to **31 December 2017**

3.4 The Company experienced extremely high staff turnover in the finance team in Singapore (the “**Singapore Finance Team**”) for the twelve months before October 2017. The current staff strength in the Singapore Finance Team is adequate. However, the newly formed Singapore Finance Team will require a reasonable time to clear and complete the accounting backlogs

4. APPLICATION TO ACRA

Upon the announcement, the Company will proceed to make an application to ACRA on the extension of time to hold its AGM. The Company will update the shareholders on the outcome of the application.

5. CONFIRMATION FROM THE COMPANY

The Company confirms that:

- (i) it is not aware of any information that will have a material bearing on investors’ decisions which has yet to be announced by the Company; and

- (ii) the Waiver does not contravene any laws and regulations governing the Company and the constitution of the Company.

By Order of the Board

Ho Yow Ping (He YouPing)

Chief Executive Officer

4 June 2018

This announcement has been prepared by Mary Chia Holdings Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).