ASTI Holdings Limited
(Company Registration No. 199901514C)
(Incorporated in the Republic of Singapore)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Introduction

ASTI Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") was placed on the watch-list under financial entry criteria pursuant to Rule 1311(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 6 June 2019.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the "**Board**") wishes to provide an update on the financial situation of the Company and the Group in respect of the nine months ended 30 September 2022.

Update on Unaudited Financial Performance and Financial Position

The Group recorded revenue of $49.5 million in the nine months ended 30 September 2022 ("**9M2022**"); an increase of $9.8 million from $39.7 million recorded in the previous corresponding period ended 30 September 2021 ("**9M2021**"). This is mainly due to higher revenue from our Tape & Reel packaging services contributed by our Philippines operations.

Gross profit margin of the Group dropped by 2 percentage-points; from 28% in 9M2021 to 26% in 9M2022.

The Group registered a net profit after tax of $5.6 million in 9M2022 compared to net loss after tax of $1.5 million in 9M2021.

Compared to 31 December 2021, the Group's net assets improved by S$4.8 million from S$55.1 million at 31 December 2021 to S$59.9 million at 30 September 2022.

Cash at bank and on hand decreased by S$0.6 million from S$23.8 million at 31 December 2021 to S$23.2 million at 30 September 2022, mainly due to the utilisation of cash on the purchase of property, plant and equipment by the Group.

Update on Future Direction and Other Material Development

The Company was placed on the watch-list under the financial entry criteria pursuant to Rule 1311(1) of the Listing Manual on 6 June 2019. The deadline for the Company to meet the financial exit criteria set out in Rule 1314(1) of the Listing Manual (the "**Financial Exit Criteria**") was 5 June 2022 pursuant to Rule 1315 of the Listing Manual (the "**Deadline**").

Further to the Company's announcement on 24 May 2022 and 30 May 2022, and the letter of reconsideration dated 31 May 2022, the Company has been informed by the SGX-ST that the Company's application for an extension of time to meet the financial exit criteria set out in Rule 1314(1) of the Listing Manual has been rejected.

As the Company was unable to satisfy the Financial Exit Criteria on or before the expiry of the Deadline, a notification of delisting was issued by SGX-ST (the "**Delisting Notification**") to the Company on 6 June 2022. Trading in the Company's securities was subsequently ceased on 5pm, 5 July 2022 and trading will remain suspended until the completion of the exit offer.

Pursuant to Listing Rule 1306, the Company or its controlling shareholder(s) must comply with Listing Rule 1309 which requires the Company or its controlling shareholder(s) to provide a reasonable exit offer to shareholders.

As announced on 5 October 2022, one of its substantial shareholders ("**Potential Offeror**") has indicated his intention to explore a possible exit offer to the shareholders for their shares in the Company ("**Exit Offer**").

The Board wishes to highlight however that the Potential Offeror has not yet appointed his own advisors and that the Potential Offeror is still in the midst of finalising the details of the Exit Offer. Accordingly, there is no certainty or assurance that such an Exit Offer will materialise.

The Board is closely monitoring the situation, and if and when the Company receives further information in relation to the foregoing, the Company will, in compliance with its disclosure obligations under the SGX-ST Listing Manual and Singapore Code and Take-overs and Mergers, promptly make the relevant disclosures at the appropriate time as required.

By Order of the Board

Dato' Michael Loh Soon Gnee
Chairman
ASTI Holdings Limited
11 November 2022