ASIATIC GROUP (HOLDINGS) LIMITED

(Company Registration No: 200209290R)
(Incorporated in the Republic of Singapore)

ENTRY INTO A NON-BINDING MEMORANDUM OF UNDERSTANDING IN RELATION TO THE PROPOSED DISPOSAL OF CERTAIN SUBSIDIARIES

The board of directors (the "**Directors**" or the "**Board**") of Asiatic Group (Holdings) Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that the Company has on 10 March 2020 entered into a non-binding memorandum of understanding ("**MOU**") with Transborneo Energy Sdn Bhd ("**TBESB**") for the proposed disposal of certain energy related subsidiaries of the Company ("**Proposed Disposal**").

TBESB is a subsidiary of Jaya Kuasa Berhad, a public limited company involved in construction, property development and investment and is a sister company of Hualang Renewable Energy Sdn Bhd, with whom Colben Energy Holdings (Maju Intan) Ltd. ("**MJEH**") has on 10 March 2020, entered into a sale and purchase agreement with, in relation to the proposed disposal ("**Proposed MIB Disposal**") of all shares issued in the capital of Maju Intan Biomass Energy Sdn Bhd and certain convertible bonds held by MJEH. Please refer to the separate announcement by the Company for more details relating to the Proposed MIB Disposal.

TBESB is incorporated and registered in Malaysia and is involved in the energy sector specialising in hydro-electric power and oil and gas consultancy in the states of Sabah and Sarawak.

As at the date of this announcement, the Proposed Disposal is a separate transaction to the Proposed MIB Disposal. TBESB is not related to any of the Directors, substantial shareholders of the Company, or their respective associates. Save for the Proposed MIB Disposal described above, there is also no past or present connection (including business relationship) between the Company, its subsidiaries, its Directors or substantial shareholders and TBESB.

The Company and TBSEB is in the process of negotiating the terms of the Proposed Disposal and the definitive agreements to be entered into. Shareholders should note that the MOU is non-binding and is subject to further negotiation and changes. There is no certainty or assurance as at the date of this announcement that any definitive agreements will be entered into or the Proposed Disposal will proceed. As such, shareholders are advised to read this announcement and any further announcements by the Company carefully and should exercise caution when trading in the shares of the Company. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

The Company will make further announcements when there is further material development regarding the Proposed Disposal or the MOU as and when appropriate, in compliance with the relevant provisions of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Trading Limited ("**Catalist Rules**").

None of the Directors nor any substantial shareholder of the Company or their respective associates has any interest, whether direct or indirect, in the Proposed Disposal, save through their respective shareholding interests or directorships in the Company.

By Order of the Board

Tan Boon Kheng
Managing Director

11 March 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST. The SGX-ST 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.

The contact person for the Sponsor is Ms Gillian Goh, Director, Head of Continuing Sponsorship, (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and Email: sponsorship@ppcf.com.sg).