ASTAKA HOLDINGS LIMITED
(Company Registration No.: 200814792H)
(Incorporated in the Republic of Singapore on 28 July 2008)

CHANGE IN USE OF NET PROCEEDS FROM PROPOSED COMPLIANCE PLACEMENT

*Unless otherwise defined, all capitalised terms used herein shall bear the same meaning as ascribed to them in the Offer Information Statement of the Company dated 13 November 2015 ("**Offer Information Statement**") regarding its compliance placement exercise ("**Proposed Compliance Placement**") for the proposed placement of up to 333,000,000 Placement Shares comprising of up to 249,000,000 New Placement Shares and up to 84,000,000 Vendor Shares at a placement price of S$0.24 per Placement Share.*

1. INTRODUCTION

The Board of Directors of the Company ("**Board**") refers to following offer document/announcements and the information included therein:

(i) the Offer Information Statement; and

(ii) the Company's announcement dated 19 November 2015 confirming, *inter alia*, that 178,490,000 New Placement Shares were issued and allotted by the Company under the Proposed Compliance Placement at S$0.24 each (the "**Placement Price**").

2. USE OF PROCEEDS

It was disclosed in the Offer Information Statement that assuming that 249,000,000 New Placement Shares are issued and allotted at the Placement Price, the Company expects to receive net proceeds of approximately S$53.24 million, after deducting expenses of approximately S$6.52 million ("**Estimated Net Proceeds**"), and that the principal intended use of the proceeds attributable to the Company from the Proposed Compliance Placement is as follows:-

	(S$'000)	**Estimated amount allocated for each dollar of the gross proceeds to be raised by the Company from the Proposed Compliance Placement (as a % of the Company's gross proceeds)**
Gross proceeds	**59,760**	**100.00**
Expenses incurred in connection with the Proposed Acquisition	6,516	10.90
Net proceeds	**53,244**	**89.10**
Repayment of amounts due to interested persons	9,070	15.18

Repayment of bank facilities	1,661	2.79
Repayment of amount due to Malpakat	6,116	10.23
General working capital of the Enlarged Group	36,397	60.90

3. CHANGE IN USE OF PROCEEDS

The Board wishes to update Shareholders that, based on the 178,490,000 New Placement Shares issued and allotted by the Company at the placement price of S$0.24 per Placement Share, the net proceeds due to the Company was approximately S$36.66 million (after deducting listing expenses of approximately S$6.18 million) ("**Net Proceeds**").

The Company would like to announce that as the Net Proceeds is less than the Estimated Net Proceeds, there will be a change in the use of the net proceeds attributable to the Company from the Proposed Compliance Placement which was set out in the Offer Information Statement, as follows:-

	(S$'000)	**Estimated amount allocated for each dollar of the gross proceeds to be raised by the Company from the Proposed Compliance Placement (as a % of the Company's gross proceeds)**
Gross proceeds	**42,838**	**100.00**
Expenses incurred in connection with the Proposed Acquisition	6,178	14.42
Net proceeds	**36,660**	85.58
Repayment of amounts due to interested persons	9,070	21.17
Repayment of bank facilities	1,661	3.88
Repayment of amount due to Malpakat	6,116	14.28
General working capital of the Enlarged Group	19,813	46.25

4. FURTHER UPDATES

The Company will make periodic announcements on the use of the Net Proceeds as and when the funds are materially disbursed, and provide a status report on such use in its annual report.

BY ORDER OF THE BOARD

Dato Zamani Bin Kasim
Executive Director and Chief Executive Officer

19 November 2015

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**"), for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist. 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 Mr. Thomas Lam, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (+65) 6229 8088.