

CPH LTD.
(Co. Reg. No. 199804583E)
(Incorporated in the Republic of Singapore)

- (I) **MONTHLY VALUATION OF ASSETS AND UTILISATION OF CASH FOR THE MONTH OF JUNE 2020;**
 (II) **UPDATE ON DISPOSAL OF ASSETS; AND**
 (III) **QUARTERLY UPDATE ON MILESTONES IN OBTAINING A NEW BUSINESS, IN ACCORDANCE WITH RULE 1017(1)(b) OF THE CATALIST RULES**

The board of directors (the “**Board**”) of CPH Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce the following pursuant to Rule 1017(1)(b) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalist (the “**Catalist Rules**”):-

(I) Monthly valuation of assets and utilisation of cash

(a) The Company’s assets and liabilities as at 30 June 2020 were as follows:-

	S\$’000
<u>Assets</u>	
Investment property	7,700
Property, plant and equipment	73
PCB Segment’s property, plant and equipment ⁽¹⁾	460
Right-of-use (ROU) asset ⁽²⁾	1,737
Other current assets ⁽³⁾	171
Cash and cash equivalents	179
Total assets	10,320
<u>Liabilities</u>	
Bank loan	800
Other current liabilities ⁽⁴⁾	489
Hire purchase lease	7
Lease liability relating to ROU asset ⁽²⁾	1,581
Total liabilities	2,877
Net assets	7,443

Notes:

- (1) *The PCB segment’s property, plant and equipment is expected to be disposed within the financial year ending 31 March 2021.*
 (2) *Upon adoption of SFRS(I) 16 Leases from 1 April 2019, the Group recognized a right-of-use asset and the corresponding lease liability in relation to the JTC land rents.*
 (3) *Other current assets comprise inventories, trade and other receivables and prepayments.*
 (4) *Other current liabilities comprise trade and other payables, accrued expenses and rental deposits.*

(b) The Company’s utilisation of cash in the month of June 2020 was as follows:-

	S\$’000
Opening cash and bank balances	196
Add receipts:	
Trade receivables	11
Rental income ⁽¹⁾	29
Government grants ⁽²⁾	3

PCB raw materials disposed	21
	<u>64</u>
Less payments:	
Staff cost	34
Land leases and property tax	16
Professional fees ⁽³⁾	8
Finance cost	3
Other administrative and operating expenses	8
Hire Purchase instalment payment	1
Trade and other payables	11
	<u>81</u>
Closing cash and bank balances	<u>179</u>

Notes:-

- (1) *Depending on the timing of payments made by tenants, the amount received may vary from month to month.*
- (2) *Wage subsidies received from the Singapore and Malaysian Governments.*
- (3) *Mainly comprised fees paid to Sponsor.*

All figures set out in this announcement have not been reviewed or audited by the Company's auditors.

(II) Update on disposal of assets

The Company has accepted an offer to purchase all the plant and machinery of the PCB Segment and is currently in the process of finalising the terms of the proposed disposal.

As mentioned in the previous monthly update announcement, we have accepted a deposit for the disposal of our Malaysian factory from an interested purchaser but the progress of the signing of a definitive sale and purchase agreement has been slow as the purchaser has been affected by the lockdown in Malaysia in the past few weeks due to Covid-19. We will continue our efforts to expedite the disposal of the Malaysian factory through our Malaysian solicitors, and we expect the sales and purchase agreement to be signed by August 2020, barring any unforeseen circumstances.

As for the factory in Singapore, there have been viewings by several interested parties but no definite offers have been received. We will continue to work with the sales agent to dispose of the factory in Singapore.

(III) Quarterly update of milestones in obtaining a new business

Negotiations to acquire the controlling stake of a private company incorporated in Singapore ("**Target Co**") ("**Proposed Acquisition**") are still underway with vendors of the Target Co, and there is no assurance that a definitive agreement will be entered into with the vendors of the Target Co. The Company is also concurrently engaged in discussions with another potential vendor to acquire a controlling stake in the business. As at the date of this announcement, no binding sale and purchase agreement has been entered into.

The Company will provide further updates to shareholders of the Company as and when there are material developments to the above.

Cautionary Statement

Shareholders and potential investors are advised to exercise caution when trading in the shares of the Company, as there is no certainty or assurance that the Company will be able to acquire a business that meets the SGX-ST's requirements for a new listing within the timeframe prescribed by the SGX-ST. The Company will make the necessary announcements when there are further material developments as and when appropriate.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, solicitors or other professional advisors if they have any doubts as to the actions they should take.

By Order of the Board

Ong Kian Soon
Company Secretary

17 July 2020

This announcement has been prepared by CPH Ltd. (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 information or opinions made, or reports contained in this announcement.

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