ACESIAN PARTNERS LIMITED
(Company Registration Number: 199505699D)
(Incorporated in the Republic of Singapore)

PROFIT WARNING FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2019 ("FY2019')

The Board of Directors (the "Board") of Acesian Partners Limited (the "Company" and together with its subsidiaries, the "Group") deems it appropriate to issue a profit warning with respect to the financial results of the Group for the year ending 31 December 2019.

The Company refers to the announcement dated 18 December 2019 ("**Settlement Announcement**") in relation to the Deed of Global Settlement ("**Settlement**") pursuant to which the Parties agreed to amicably settle all the Disputes on a "drop hands" basis without the payment of any money by Party to any other Party. Unless defined otherwise, all capitalised terms used in this announcement shall have the meanings ascribed to them in the Settlement Announcement.

The Settlement is expected to have an adverse material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year ending 31 December 2019 mainly due the likely write-off of the majority of the non-recoverable assets of ASPL which offset by the extinguishment of debts resulting from the Settlement.

The Settlement provides opportunity to the Company and the Group to bring to a close to the protracted legal disputes and fully focus its time and resources to reorient and restructure its businesses. It also saves the Company from further incurring on the litigation costs.

The estimated carrying amounts of ASPL's assets and liabilities as at 30 November 2019 excluding inter-company balances but before the Settlement are tabulated below. The total assets consist largely of work-in-progress, retention receivables and cash and cash and bank balances. This announcement is based on a preliminary review of the latest unaudited management accounts of ASPL and the Group for the period ended 30 November 2019. Further details of the Group's financial performance will be disclosed when the Company announces its unaudited financial results for FY2019 on or before 29 February 2020.

Based on unaudited management accounts of ASPL for the period ended 30 November 2019 before the Settlement	S$'000
Total assets *	8,608
Total liabilities	3,468
Net asset value	5,140

* included cash and bank balances of approximately S$0.21 million.

The likely write-off of the majority of the non-recoverable assets of ASPL after partially offset by the extinguishment of debts resulting from the Settlement is estimated to be approximately S$5.1 million.

Barring any unforeseen circumstances, the expected losses arising from the Settlement is not expected to affect the Group's ability to continue as going concern taking into account the Group's financial position in terms of the net asset value and cash and bank balances available to the Group. The financial position of the Group continues to be stable as at this announcement. For comparative purposes and serves as a guidance, the net asset value of the Group (including ASPL) based on the latest announced unaudited half-year financial statements for the period ended 30 June 2019 was S$14.15 million and the Group's cash and bank balances (excluding ASPL) was S$5.79 million.

The information in relation to the financial figures and its assessment contained in this announcement represents a preliminary assessment based on the information made available to the Board as at the

date hereof and such information will be subject of further review or audit by the independent auditors of the Group.

The Company will make further announcements to keep shareholders updated on any material developments on a timely basis.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

DIRECTOR RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts or circumstances about the Deed of Global Settlement and profit warning for FY2019, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

BY ORDER OF THE BOARD

Wong Kok Chye
Group Chief Operating Officer
18 December 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("the Exchange"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the Exchange and the Exchange 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 Mr Liau H. K.
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