

## MM2 ASIA LTD.

(Incorporated in Singapore)  
(Registration No. 201424372N)

---

### CLARIFICATION ANNOUNCEMENT ON THE PROPOSED SALE OF THE MM2 ASIA LTD. CINEMA BUSINESS

---

#### 1. INTRODUCTION

The Board of Directors (the "**Board**") of mm2 Asia Ltd. (the "**Company**" and, together with its subsidiaries, the "**Group**") refers to the Company's announcement dated 28 July 2021 (the "**28 July 2021 Announcement**") relating to the entry by the Company into a binding term sheet with Kingsmead Properties Pte. Ltd. ("**Kingsmead**") for the proposed sale of not less than 80% of the issued and paid up share capital ("**Sale Shares**") in **mmConnect Pte Ltd** ("**mmConnect**") to Kingsmead (the "**Proposed Kingsmead Transaction**").

#### 2. CLARIFICATION

The Company wishes to clarify the current status of the Group's plans.

On 1 December 2020, the Company had announced that the Company was evaluating the feasibility of a possible spin-off and listing on the Catalist board of the SGX-ST of its Cinema Business (the "**Cinema IPO**").

This work stream for the Cinema IPO is continuing and the Company has appointed a financial adviser to manage and advise the Group on the Cinema IPO. In the event that the Cinema IPO proceeds and market conditions are favourable, the Proposed Kingsmead Transaction will not be completed if it has not been completed prior to the Cinema IPO. Instead, Kingsmead will have the right to convert the deposit it has paid to mm2 under the Proposed Kingsmead Transaction into shares in mmConnect at a discount to the Cinema IPO price.

However, any IPO process will be subject to, among others, regulatory review, shareholders' approval and favourable market conditions. As such, the Board, when provided with the proposal from Kingsmead to purchase Sale Shares, views that it was necessary to put the option of disposing of a majority of the Group's cinema business to the Company's shareholders for their consideration.

The Proposed Kingsmead Transaction will thus be pursued in parallel with the Cinema IPO. Both the Proposed Kingsmead Transaction and the Cinema IPO would be subject to the approval of the Company's shareholders in general meeting.

As set out in the 28 July 2021 Announcement, the Company is not prohibited from discussing, negotiating and/or finalising other potential transactions relating to the listing of, fundraising for or sale or divestment of some or all of the Group's cinema business, and the Board continues to explore available and appropriate avenues to secure the Group's financial position and enhance shareholder value.

The Board will provide further updates on the Group's future plans at the appropriate junctures.

### **3. CAUTIONARY STATEMENT**

Shareholders and potential investors are advised to exercise caution when dealing or trading in their shares. No definitive documentation in relation to the Proposed Kingsmead Transaction has been entered into, and even when signed, completion would be subject to various conditions precedent. There is no certainty that the Proposed Kingsmead Transaction will be signed or completed. The Company will make the necessary announcements when there are further material developments. Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully.

**Shareholders and potential investors are reminded to exercise caution when dealing in the securities of the Company and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers if they are in doubt about the actions that they should take.**

**By Order of the Board**

Melvin Ang Wee Chye  
Executive Chairman  
10 August 2021