

PACIFIC STAR DEVELOPMENT LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 198203779D)

LIQUIDATION OF ALUMINIUM BUSINESS

The Board of Directors (the “**Board**”) of Pacific Star Development Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to update shareholders that the Group intends to discontinue its aluminium business division (the “**Aluminium Business Discontinuance**”) which is currently undertaken by two wholly-owned subsidiaries of the Company, being Durabeau Industries Pte Ltd and LH Aluminium Industries Pte. Ltd. (collectively, the “**Aluminium Division**”).

The reasons for the Aluminium Business Discontinuance include, amongst others, the following:

- (a) the Aluminium Division accounts for a relatively small and insignificant proportion of the overall revenue of the Group;
- (b) the Aluminium Division has been facing strong industry competition and faces challenges in achieving profitability in the long run; and
- (c) the Group is of the view that its focus should be on property development and the Aluminium Business Discontinuance will free up resources and management time and attention to further support the Group’s property development business.

The Aluminium Discontinuance will be in the best interests of the Group as a whole.

The Group intends for the Aluminium Business Discontinuance to take place by way of a creditors voluntary liquidation of both companies under the Aluminium Division. As at today, Durabeau Industries Pte Ltd and LH Aluminium Industries Pte. Ltd. have issued the required notices to their respective creditors for the creditors’ meetings that will take place on 30 May 2019.

None of the Directors and/or the controlling shareholders of the Company have any interests, direct or indirect, in the above transaction, save for their interests by virtue of their shareholdings and/or directorships, as the case may be, in the Company and the Group.

The Company will keep shareholders updated of developments on this matter as and when relevant.

On behalf of the Board

Glen Chan
CEO and Managing Director
22 May 2019

This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (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 David Yeong Kai Xiong (tel : (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.