

ASIATIC GROUP (HOLDINGS) LIMITED
(Company Registration No: 200209290R)
(Incorporated in the Republic of Singapore)

UPDATE ON:

- 1. THE RESTRUCTURING FRAMEWORK AGREEMENT IN RELATION TO MAJU INTAN BIOMASS ENERGY SDN. BHD.; AND**
 - 2. THE RECEIPT OF LETTER OF DEMAND FROM MAYBANK ISLAMIC BERHAD**
-

1. The Board of Directors ("**Board**") of Asiatic Group (Holdings) Limited ("**Company**") refers to the announcement dated 10 May 2022 (the "**Announcement**").
2. *Save as expressly stated or the context otherwise requires, capitalized terms shall have the meanings ascribed to them in the Announcement.*
3. The Board would like to provide an update to Shareholders that Lecca's submission of a debt restructuring proposal in accordance with the Restructuring Framework Agreement to Maybank Islamic Berhad, the Financiers, has been rejected on 6 July 2022 via a letter in writing from their solicitors, Messrs. Ramesh Dipendra Jeremiah Law (the "**Financiers' Solicitors**") for failing to comply with the following terms and conditions imposed by the Financiers where the Financiers had agreed to withhold legal action against MJE and the security parties until 31 May 2022:
 - (a) submission of substantive and concrete documentary evidence acceptable to the Financiers with regard to the source of financing in relation to the proposed full and final settlement of the said banking facilities, together with the payment of non-refundable deposit of RM2,000,000, both by 31 May 2022; and
 - (b) submission of documentary evidence with regards to concurrence/ consent by Tenaga Nasional Berhad, Energy Commission and other authorities as required on changes of shareholdings of MJE, by 30 April 2022.
4. As MJE have failed to comply with items 3(a) and (b) above, the Financiers has vide its email dated 5 July 2022 informed MJE that they are not agreeable to the debt settlement proposal (as set out in a letter dated 25 May 2022 issued by Lecca's representative. Accordingly, a letter of demand dated 6 July 2022 (the "**Letter of Demand**") was served in writing to the Company which was received on 7 July 2022, demanding the repayment of RM122,176,395.90 (calculated as at 30 June 2022) (the "**Repayment Amount**") together with the applicable profit and late payment charges within 7 days from the receipt of the Letter of Demand, failing which, the Financiers' Solicitors have been instructed to proceed with legal proceedings against MJE, and/or other security parties; and/or take any action as their client thinks fit.
5. As the Repayment Amount is substantial and may have a material impact on the going concern of the Company, the Investor, Lecca, has through its representative submitted a revised counter proposal to the Financiers on 8 July 2022 to seek their approval to consider a revised settlement sum as the full and final settlement to the amount owing by MJE. Lecca has requested the Financiers to come back by 14 July 2022.
6. The Company is also liaising with its MJE's legal advisor to review the content of the Letter of Demand whilst seeking a stay of legal action against the relevant parties within the Group with the Financiers' Solicitors following the submission of a revised counter proposal.

7. Pending the outcome of the revised counter proposal by Lecca to the Financiers, the Board is of the view that sufficient information has been disclosed for trading of the Company's shares to continue in an orderly manner and confirmed that all material disclosures have been provided for trading of the Company's shares to continue. It is also important for Shareholders to note that the Board is doing all they can to safeguard the interest of Shareholders.

CAUTION IN TRADING

Shareholders and potential investors should note that the revised counter proposal by Lecca on 8 July 2022 is subject to the fulfilment of several conditions precedent, most notably the Financiers' approval of the restructuring of the debt of MJE on such terms acceptable to the Company and Lecca. There is also no certainty or assurance as at the date of this announcement that the Financiers' approval will be obtained.

The Company will continue to make the necessary announcements, in compliance with the requirements of the Catalist Rules, as and when there are material developments. Shareholders are advised to read this announcement and any further announcements by the Company carefully and should exercise caution when trading in the shares of the Company. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

By Order of the Board

Tan Boon Kheng
Managing Director

13 July 2022

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (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 document, including the correctness of any of the statements or opinions made or reports contained in this document.*

The contact person for the Sponsor is Mr. Joseph Au, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.
