

SERRANO LIMITED
(Company Registration No.: 201223004Z)
(Incorporated in the Republic of Singapore on 18 September 2012)

MONTHLY UPDATE

The board of directors (the “**Board**” or “**Directors**”) of Serrano Limited (the “**Company**” and, together with its subsidiaries, the “**Group**”), wishes to provide the following monthly update to shareholders pursuant to Rule 704(22) of the Catalist Rules.

Status of the Schemes of Arrangement (“Schemes”)

As announced on 21 June 2018, the Investors have requested for, and the Company has agreed to, more time to fulfil the completion deliverables under the Investment Agreement, due to an administrative delay in procuring the necessary funds. The Investors have assured the Company that they remain committed to completing the Investment Agreement and are confident of fulfilling the completion deliverables in time in order for the Company to rectify the non-compliance of the terms of the Schemes. In the event of any breach or non-compliance of any terms of the Schemes, the Company shall rectify such breach or non-compliance within thirty (30) business days from the date of such breach or non-compliance. The First Tranche Cash Distribution will be carried out as soon as possible, and in any event within the thirty (30) business days' period from 21 June 2018.

On 26 June 2018, the Company and the Lead Investors have entered into an agreement in writing to further extend the Long-Stop Date by 28 business days from 26 June 2018 to 2 August 2018. Save for the aforesaid extension of the Long-Stop Date, all other terms in the Investment Agreement remain unchanged.

Since the monthly update made by the Company on 29 December 2017, there have been no further updates on the schedule of Lenders (being Scheme Creditors to the Schemes) who have served Letters of Demand on each of the Company and/or subsidiaries.

Please refer to the Scheme Documents announced on 29 November 2017 on SGXNET for further information on the Schemes and its timeline.

Other Updates

The SGX-ST had on 13 June 2018 informed the Company that it has no objection to granting the Company's application for an extension of time to submit the Resumption Proposal by 30 September 2018. The Waiver was sought in view of the Company taking steps to fulfil the conditions of the scheme of arrangement and investment agreement entered into with various investors on 31 January 2017 and to finalise the acquisition of Sinbor (Private) Limited.

The Company has received ACRA's letter dated 5 June 2018, informing the Company that it has decided to grant the Company extension of time under Section 201(4) of the Companies Act to hold the Company's AGM by 31 July 2018 and to lay the financial statements which are made up to 31 December 2017 at the said AGM.

Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders are also advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the

event of any doubt, Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers. Trading in the Company's securities on the SGX-ST has been voluntarily suspended by the Company at 9.39 a.m. on 16 June 2017.

BY ORDER OF THE BOARD

Tan Tien Hin Winston

Non-Executive Director & Interim Chairman
29 June 2018

This announcement has been prepared by Serrano Limited (the "Company") and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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