PARKSON RETAIL ASIA LIMITED

(the "Company")
(Company registration number: 201107706H)
Incorporated in the Republic of Singapore

Quarterly Update Pursuant to Rule 1313(2) of the Listing Manual

---

Parkson Retail Asia Limited (the "Company", and together with its subsidiaries, the "Group") was placed on the Watch-List under (i) the minimum trading price ("MTP") entry criteria pursuant to Rule 1311(2) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST") ("Listing Manual") on 05 December 2018; and (ii) financial entry criteria pursuant to Rule 1311(1) of the Listing Manual on 04 December 2019.

The Company has 36 months from each of 05 December 2018 and 04 December 2019 respectively to meet the requirements of Listing Rule 1314.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors (the "Board") wishes to provide an update on (i) its efforts and the progress made in meeting the MTP exit criteria as set out in Rule 1314(2) of the Listing Manual (the "MTP Exit Criteria"); and (ii) the financial position of the Company in respect of the quarter ended 31 December 2019.

Update on Efforts for Satisfying MTP Exit Criteria

The Company is aware of the deadline given by SGX-ST for its removal from the Watch-List and has been considering its available options for the Company to meet the MTP Exit Criteria, including a share consolidation exercise. In view of the current volatile market conditions and the financial position of the Company, the Board opined that it is not the opportune time to make a decision. Instead, the Company would like to focus on improving its financial performance which is expected to have a positive impact on the share price in the mid/long run. Please refer to the Company's announcement dated 14 February 2020 on the unaudited financial results of the Group for the second quarter and six (6) months ended 31 December 2019 and an update on the Group's financial position. The Company would continue to make effort to seek an exit from the SGX-ST's Watch-List.

Update on Efforts for Satisfying Financial Exit Criteria

The Company's unaudited financial statements dated 14 February 2020 for the second quarter and six (6) months ended 31 December 2020 refers. The Group will continue to contain costs, maintain revenue and improve store operational efficiency.

The Group is striving to improve its operating results to seek an exit from the SGX-ST's Watch-List.

For and on behalf of the Board

Tan Sri William Cheng Heng Jem
Executive Chairman

14 February 2020