

ALLIED TECHNOLOGIES LIMITED

(Incorporated in the Republic of Singapore)

(Registration Number 199004310E)

UPDATE - ALLIED TECHNOLOGIES GROUP TO CONTINUE TO COMPLY WITH MALAYSIA'S FURTHER MOVEMENT CONTROL ORDER AS ANNOUNCED ON 23 APRIL 2020

The Board of Directors (the "**Board**") of Allied Technologies Limited (the "**Company**") and together with its subsidiaries, the "**Group**") wishes to provide a further update to its earlier announcements on 19 and 26 March 2020, and 15 April 2020, on the movement order control orders implemented by the Malaysian Government on 18 and 25 March 2020, and 10 April 2020 (the "**MCOs**").

On 23 April 2020, the Federal Government of Malaysia further announced that it would be extending the MCOs by two (2) weeks till 12 May 2020 (the "**Further MCO**"). However, as previously mentioned, both our Malaysian subsidiaries, Allied Precision Technologies (M) Sdn Bhd ("**APT**"), and Allied Precision Manufacturing (M) Sdn Bhd ("**APM**"), had previously applied and obtained permission from the Malaysian Ministry of International Trade and Industry (the "**MITI**") to resume partial operations during the MCOs and the Further MCO (the "**Approval**"). The Approval allows both APTM and APM to resume operations at minimal levels at all times. Further and in any event, both APTM and APM are to ensure that not more than 50% of their respective workforce is present in either APTM's or APM's factories and premises at all times. Further, on 28 April 2020, MITI further announced that businesses that had previously obtained approval to operate during the MCOs would be allowed to ramp up their operations to full capacity starting 29 April 2020 (the "**New MITI Announcement**"). Hence, since both APTM and APM had obtained the said Approval, both APM and APTM have taken steps to resume full operations. Notwithstanding the New MITI Announcement, both APTM and APM had introduced heightened measures in order to protect the health and safety of its workers, and will continue to enforce such heightened measures after resuming full operations. Such heightened measures include, but are not limited to:

- For workers who are on site, strict safe distancing measures are imposed to ensure minimal contact between the workers;
- Daily temperature taking of all workers who are reporting to work;
- Disinfecting the factory at increased intervals; and
- Restricting the number of visitors on site – all visitors are also required to provide their contact details for contact tracing purposes.

Business impact thus far

The Group expects that the MCOs, the Further MCO, and the entire COVID-19 situation in general will have an impact on the Group's earnings per share and net asset value per share of the Group for the financial year ending 31 December 2020.

Based on the information made available to the Group as at the date of this announcement, the Group's revenue per month in February and March 2020 had decreased by 25 – 35% as compared to the period of January 2020. Hence, we wish to add that the COVID-19 pandemic and its effects on the global and domestic economy may potentially impair the Group's earnings capacity and ability to secure new sales for ongoing and new projects in the next 12 months.

The Board will continue to monitor the evolving situation and will make the appropriate announcement(s) as and when there are material developments on this matter.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

Leow Wee Kia Clement
Chief Executive Officer and Executive Director
30 April 2020

*This announcement has been reviewed by the Company's sponsor, Stamford Corporate Services Pte Ltd (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") and the SGX-ST 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. Bernard Lui, Telephone: +65 6389 3000, Email: bernard.lui@morganlewis.com.