



(I) **MONTHLY VALUATION OF ASSETS AND UTILISATION OF CASH; AND**
(II) **QUARTERLY UPDATE OF MILESTONES IN OBTAINING A NEW BUSINESS,**
IN ACCORDANCE WITH RULE 1017(1)(b) OF THE CATALIST RULES

The board of directors (the “**Board**”) of Smartflex Holdings Ltd. (the “**Company**”) wishes to announce the following updates pursuant to Rule 1017(1)(b) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist:-

(I) **Monthly valuation of assets and utilisation of cash**

1. The Company’s assets and liabilities as at 30 April 2018 were as follows:-

	S\$'000
Escrow account	17,603
Cash and bank balances	153
Prepayment and other receivables	6
Total assets	<u>17,762</u>
Less:-	
Liabilities	<u>(257)</u>
Net assets attributable to owners of the Company	<u>17,505</u>

2. The Company’s utilisation of cash in the month of April 2018 was as follows:-

	S\$'000
Opening balance at 1 April 2018	17,925
Interest received	10
Other income	3
	<u>17,938</u>
Less:-	
Listing and professional fees	(44)
Staff costs and related expenses	<u>(138)</u>
Closing balance at 30 April 2018	<u>17,756</u>

Notes:-

- 1) *The figures set out in paragraphs 1 and 2 above have not been reviewed and audited by the Company’s auditors.*
2) *The exchange rate used was extracted from www.x-rates.com.*

(II) Quarterly update of milestones in obtaining a new business

Subsequent to the announcements released by the Company on 19 July 2017, 25 July 2017, 11 September 2017, 19 January 2018, 24 January 2018, 21 February 2018, 28 February 2018 and 25 April 2018, in relation to the proposed acquisition of the entire issued and paid-up share capital of AVH Animal Ark Pte. Ltd. (formerly known as Asia Vets Holdings Pte. Ltd.) (the **"Proposed Acquisition"**), the Company had, on 15 May 2018, announced that the Company has been granted by the SGX-ST of a waiver from strict compliance with certain Catalist Rules in respect of the circular to shareholders in connection with the Proposed Acquisition (the **"Circular"**). Please refer to the Company's announcement released on 15 May 2018 for further information.

The Company is currently working with the professionals to finalise the Circular and its accompanying documents for submission to the SGX-ST, and will update shareholders in due course as and when there are further material developments on the Proposed Acquisition.

Shareholders and potential investors are advised to exercise caution when trading in the shares of the Company. The Proposed Acquisition is subject to numerous conditions precedent and further due diligence by the Company. There is no certainty or assurance as at the date of this announcement that the Proposed Acquisition will be entered into or completed, or that no changes will be made to the terms thereof. The Company will make the necessary announcements when there are further developments on the Proposed Acquisition, and other matters contemplated by this announcement.

Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board

Tan Tong Guan
Executive Chairman & CEO
18 May 2018

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

This announcement has not been examined or approved by 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 Ms. Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.