ADVANCE SCT LIMITED
(Company Registration Number: 200404283C)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF SGX LISTING MANUAL

On 4 March 2015, the Company was placed on the SGX Watch-List pursuant to rule 1311 of the Listing Manual.

In accordance with Rule 1313(2) of the SGX Listing Manual, the Board of Directors of the Company wishes to provide the following update for the third quarter ended 30 September 2017 ("3Q FY2017").

Unless otherwise defined in this announcement, capitalised terms have the meanings ascribed to it in the announcement dated 19 October 2017.

Update on Financial Performance and Position

The Group's revenue increased by 48% quarter-on-quarter to S$24.6 million 3Q FY2017. Revenue for the first nine months of FY2017 has surpassed S$60 million, a 119% increase compared to the same period last year. This is further evidence that the Group has recovered from the tumultuous period last year and is set on a path of recovery.

The Group has been profitable based on its current operations and is expected to remain so for the next quarter as well as the full financial year. Not taking into consideration Other Income of S$1 million, the Group generated about S$300,000 in net profit for 9M FY2017, of which S$158,000 has been contributed by 3Q FY2017.

Please refer to our results announcement for the financial period ended 30 September 2017 released on 19 October 2017 for full details.

Material Development and Future Directions

The Company has been in consultation with the SGX with regards to a possible lifting of suspension of trading of its shares on the SGX-ST. It is also awaiting the SGX's approval for a one-year extension of time up to 3 March 2018 to exit the SGX Watch-list. At the same time, the Company is in discussion with various investors for cash injections. A lifting of suspension will greatly enhance the Company's ability to raise cash which it intends to deploy into current operations such that profitability will improve.

While the Group's accounts show net current liabilities of S$12.97 million, which is the result of debts arising from the arbitration award and a remainder debt from the old Scheme of Arrangement in 2011, as well as a new loan of S$1.5 million from a controlling shareholder, such debts have been included in a proposed Debt Capitalization Exercise ("DCE"), the details of which are being worked out. Upon completion of the DCE, the Group will turn into net asset position.

BY ORDER OF THE BOARD
ADVANCE SCT LIMITED

Simon Eng
Chief Executive Officer
19 October 2017