

CPH LTD.
(Co. Reg. No. 199804583E)
(Incorporated in the Republic of Singapore)

(I) MONTHLY VALUATION OF ASSETS AND UTILISATION OF CASH FOR THE MONTH OF AUGUST 2020; AND
(II) UPDATE ON DISPOSAL OF ASSETS

The board of directors (the “**Board**”) of CPH Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce the following pursuant to Rule 1017(1)(b) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalyst (the “**Catalist Rules**”):-

(I) Monthly valuation of assets and utilisation of cash

(a) The Company’s assets and liabilities as at 31 August 2020 were as follows:-

	S\$’000
<u>Assets</u>	
Investment property ⁽¹⁾	7,000
Property, plant and equipment	68
PCB Segment’s property, plant and equipment ⁽²⁾	215
Right-of-use (ROU) asset ⁽³⁾	1,680
Other current assets ⁽⁴⁾	192
Cash and cash equivalents	177
Total assets	9,332
<u>Liabilities</u>	
Bank loan	773
Other current liabilities ⁽⁵⁾	600
Hire purchase lease	5
Lease liability relating to ROU asset ⁽³⁾	1,571
Total liabilities	2,949
Net assets	6,383

Notes:

- (1) The investment property has been revalued to S\$7.0 million pursuant to a revaluation done as at 31 July 2020 by an independent valuer. For further details, please refer to Note 31 to the Group’s audited financial statements for the financial year ended 31 March 2020.
- (2) The PCB segment’s property, plant and equipment is expected to be disposed within the financial year ending 31 March 2021. As at the date of this announcement, sale of the PCB Segment’s plant and equipment has been completed in August 2020 and the figure of S\$215,000 reflects the book value of the land and building.
- (3) Upon adoption of SFRS(I) 16 Leases from 1 April 2019, the Group recognized a right-of-use asset and the corresponding lease liability in relation to the JTC land rents.
- (4) Other current assets comprise inventories, trade and other receivables and prepayments.
- (5) Other current liabilities comprise trade and other payables, accrued expenses and rental deposits.

(b) The Company’s utilisation of cash in the month of August 2020 was as follows:-

	S\$’000
Opening cash and bank balances	158
Add receipts:	
Trade receivables	3
Rental income ⁽¹⁾	40

PCB plant and equipment disposal ⁽²⁾	23
PCB land and building disposal ⁽³⁾	52
	118
Less payments:	
Staff cost	30
Land leases and property tax	14
Professional fees ⁽⁴⁾	13
Finance cost	3
Listing and CDP fees	13
Other administrative and operating expenses	9
Hire purchase instalment payment	1
Trade and other payables	2
GST payment	1
Repayment of bank loan	13
	99
Closing cash and bank balances	177

Notes:-

- (1) Depending on the timing of payments made by tenants, the amount received may vary from month to month.*
- (2) Final payment collected for sale of plant and equipment of the PCB Segment.*
- (3) 8% down payment received as per sales and purchase agreement for disposal of the leasehold factory in Malaysia.*
- (4) Comprised fees paid to Sponsor and to solicitors for the handling of the disposal of the leasehold factory in Malaysia.*

All figures set out in this announcement have not been reviewed or audited by the Company's auditors.

(II) Update on disposal of assets

The Company has completed the sale of all the plant and machinery of the PCB Segment and the final payment was collected in August 2020.

As announced on 6 August 2020, we have executed the sale and purchase agreement ("**SPA**") for the disposal of the Malaysian factory, have collected in total 10% deposit on the total purchase price of RM2 million (approximately S\$652,800 as at SPA date), and we expect the transaction to be completed within three months from the SPA date, viz. 5 November 2020. Upon completion, the balance of the consideration which amounts to RM1,800,000 (approximately S\$587,520 as at SPA date) will be fully paid.

As for the factory in Singapore, there have been viewings by several interested parties, but no definite offers have been received. We will continue to work with the sales agent to dispose of the factory in Singapore.

The Company will provide further updates to shareholders of the Company as and when there are material developments to the above.

Cautionary Statement

Shareholders and potential investors are advised to exercise caution when trading in the shares of the Company, as there is no certainty or assurance that the Company will be able to acquire a business that meets the SGX-ST's requirements for a new listing within the timeframe prescribed by the SGX-ST. The Company will make the necessary announcements when there are further material developments as and when appropriate.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, solicitors or other professional advisors if they have any doubts as to the actions they should take.

By Order of the Board

Ong Kian Soon
Company Secretary

15 September 2020

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

The contact person for the Sponsor is Jennifer Tan, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.