



SERIAL SYSTEM LTD

(Company Registration No.: 199202071D)
(Incorporated in the Republic of Singapore on 22 April 1992)

REQUEST FOR ASSISTANCE IN TAIWAN INVESTIGATION

The board of directors (the “**Board**”) of Serial System Ltd. (the “**Company**”) refers to the announcement dated 28 June 2018 and 5 July 2018 (the “**Prior Announcements**”) by the Company in relation to a request by the Taiwan Taipei District Prosecutors Office and the Investigation Bureau, Ministry of Justice of Taiwan (together, the “**Taiwan Authorities**”) for Dr. Derek Goh Bak Heng (“**Dr. Derek Goh**”) to personally assist in certain investigations under the Securities and Exchange Act of Taiwan (the “**Taiwan Investigation**”).

Updates on the Taiwan Investigation

Further to the Prior Announcements, the Company would like to update shareholders on the following matters:

- (a) The summons from the Taiwan Authorities for Dr Derek Goh to assist with the Taiwan Investigation was first received by Bull Will Co., Ltd. (“**Bull Will**”), which provided a copy of the summons to the Company and Dr Derek Goh on 21 June 2018. Bull Will is a company incorporated in Taiwan and listed on the Over-The-Counter Securities Exchange in Taiwan in which the Company holds a 19.02% equity stake. Dr Derek Goh represents the Company on the board of directors of Bull Will as a non-executive legal representative director. Prior to 21 June 2018, neither the Company nor Dr Derek Goh were aware of the Taiwan Investigation.
- (b) At the relevant time, Dr Derek Goh was in Hong Kong and was unable to meet the Taiwan Authorities. As at the date of this announcement, neither Dr Derek Goh nor the Company have received further information or requests to assist from the Taiwan Authorities in respect of the Taiwan Investigation.
- (c) To the best of the Company’s knowledge, Mr. Grant Lo (chief financial officer of Bull Will), Mr. Peter Ho (former chief executive officer of Bull Will) and certain other Bull Will personnel received summons and were interviewed by the Taiwan authorities. However, due to the laws on confidentiality of investigations under the Taiwan Code of Criminal Procedure, they are restricted from disclosing any further information on the Taiwan Investigation.
- (d) The Company has been advised by Taiwan legal counsel that Dr Derek Goh appears to be a person under investigation which, based on media reports in Taiwan, may possibly be in connection with the investigation of the Bull Will personnel mentioned above. Based on media reports in Taiwan, the investigation relates to allegations of insider trading under the Securities and Exchange Act of Taiwan in connection with the sale of Bull Will shares between 1 December 2014 and 15 December 2014.

Given the circumstances, the Company and Dr Derek Goh's knowledge regarding the Taiwan Investigation are limited to the contents of the summons, media reports in Taiwan and the advice of its Taiwan legal counsel. The Company would like to inform shareholders that it has engaged a leading Taiwan law firm to advise on the matter.

In connection with the Taiwan Investigation, the Board and Dr Derek Goh confirm that:

- (i) the Taiwan Investigation is not related to the investigations by the Monetary Authority of Singapore (the "**MAS Investigation**") on Dr Derek Goh concerning Section 197 / 198 of the Securities and Futures Act, Chapter 289 of Singapore, which was previously announced by the Company on 13 November 2015 and 16 November 2015;
- (ii) as at the date of this announcement, no charges have been brought by the Taiwan Authorities against Dr Derek Goh, the Company, Bull Will and/or any other party related or associated with the Company;
- (iii) as at the date of this announcement, none of Dr Derek Goh and/or any other party related to the Company or Bull Will have been required to appear before any court of competent jurisdiction in Taiwan pursuant to the Taiwan Investigation; and
- (iv) since the Company's announcement on 16 November 2015, neither Dr Derek Goh nor the Company has received any material updates relating to the MAS Investigation.

The Board wishes to emphasize that the business and operations of the Company and Dr. Derek Goh's roles and responsibilities as Executive Chairman and CEO remains unaffected in any way by the matter and will continue as usual.

The Company will make further announcements as and when there are any material developments on the matter.

BY ORDER OF THE BOARD

Alex Wui Heck Koon

Company Secretary
31 July 2018