



AZEUS SYSTEMS HOLDINGS LTD.
Company Registration No. 35312)
(Incorporated in Bermuda on 10 May 2004)

FURTHER INFORMATION ON THE TWO NEW IT SERVICES PROJECTS FROM THE HONG KONG GOVERNMENT WORTH APPROXIMATELY HK\$19.4 MILLION

The Board of Directors of Azeus Systems Holdings Ltd. (the “Company” or “Group”) refers to the Company’s announcement dated 31 July 2017 in relation to the two new IT services projects secured by the Company from the Hong Kong Government worth approximately HK\$19.4 million (the “**Announcement**”).

In response to the query raised by Singapore Exchange Securities Trading Limited, the Company wishes to provide further information on the afore-announced two new IT services projects.

Question 1: Pursuant to Listing Rule 703(4)(a) read with Paragraph 25(e) of the Corporate Disclosure Policy set out in Appendix 7.1 of the Listing Manual, please explain the effects of the two new IT services projects which were secured by the Company from the Hong Kong Government worth approximately HK\$19.4 million, on the Group’s net tangible assets per share and earnings per share for the financial year ending 31 March 2018. If such effects cannot be assessed, please explain why.

The two new IT services projects have since commenced on 24 July 2017 and 1 August 2017, and are expected to complete in February 2019 and November 2018, respectively. Excluding the 5-year maintenance revenue of HK\$4.7 million for one of the projects, the one-off value for both projects, totaling approximately HK\$14.7 million, will be realised in FY2018 and FY2019.

The projects are expected to contribute positively to the Group’s results. According to our accounting policy, contract revenue for the provision of IT services is recognised by using the stage of completion method. The actual changes to the Group’s net tangible assets per share and earnings per share will only be determined at the end of the financial year.

BY ORDER OF THE BOARD

LEE WAN LIK
Managing Director
4 August 2017