ADVANCE SCT LIMITED
(Company Registration No. 200404283C)

SCHEME OF ARRANGEMENT:
END OF PAYMENT DEFERMENT AND EXERCISE OF SECURITY

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1. INTRODUCTION

1.1. The Board of Directors ("**Board**") of Advance SCT Limited (the "**Company**) refers to the Company's earlier announcements dated 15 September 2010, 1 January 2011, 10 June 2011, 28 June 2011 (the "**Previous Announcements**") relating to its Scheme of Arrangement dated 4 January 2011 (as amended from time to time) ("**ASCT Scheme**"). Unless otherwise defined in this announcement, each capitalised term has the meaning ascribed to it in the Previous Announcements, and in the ASCT Scheme.

2. PRESENT STATUS OF ASCT SCHEME

2.1. The ASCT Scheme structures the repayment of the initial debt of approximately S$85 million ("**Scheme Debts**") by making the Scheme Debts payable in two tranches:

(a) the first tranche, at 50% of the Scheme Debts, was settled by the issuance of convertible notes ("**CN**"), convertible to new shares in the capital of the Company; and

(b) the second tranche, at 50% of the Scheme Debts, was to be payable in cash over 20 quarterly instalments from 30 June 2013 to 30 June 2018 ("**Serviceable Loan**").

2.2. Commencing from 30 June 2014, the Scheme Creditors granted the Company multiple deferments for repayment of the Serviceable Loan. The final deferred date granted for the repayment of the Serviceable Loan was 31 December 2015. As of 31 December 2015, the total outstanding Scheme Debts were as follows:

Serviceable Loan (S$)	Convertible Notes (S$)	Total
4,495,055.46	1,190,624.00	5,685,679.46

2.3. The amount of the Serviceable Loan due on 31 December 2015 was S$1,455,398.57.

3. END OF PAYMENT DEFERMENT ON ASCT SCHEME AND EXERCISE OF CHARGE

3.1. The Board wishes to announce that it is unable to fully pay the said S$1,455,398.57 in cash on 31 December 2015, and the Scheme Creditors have indicated that they do not intend to give a further extension of time for payment. Under the ASCT Scheme, the Company has a 14-day Cure Period which expires on 14 January 2016.

3.2. In order to settle all the outstanding Scheme Debts, the Company intends to:

3.2.1. pay part of the outstanding owed to the remaining Scheme Creditors in cash; and

3.2.2. have the Security Agent and Trustee exercise its charge over the ordinary shares the Company holds in some of its subsidiaries, instead of all subsidiaries as provided for in the Debenture.

3.3. The Company is in discussion with the Scheme Creditors for an orderly exercise of the Debenture, such that:

3.3.1. the exercise of the charge over the shares of certain subsidiaries that will satisfy the outstanding Scheme Debts owed by the Company in full, including the cash payment as stated in 3.2.1;

3.3.2. having discharged the Scheme Debts, the Company will terminate the ASCT Scheme; and

3.3.3. the Company will retain certain other subsidiaries to continue part of its current business.

4. EFFECT OF TERMINATION OF ASCT SCHEME ON THE COMPANY

4.1. The Company is in advance discussions with various parties who are interested in investing in the Company. The termination of the ASCT Scheme and full settlement of the Scheme Debts is expected to have a positive impact on the effort to recapitalise the Company.

5. GENERAL

5.1. The Company will continue to keep the SGX-ST, shareholders and the investing public updated on any material developments on a timely basis.

5.2. Shareholders and the public are advised to continue to exercise caution before making any decision in respect of their dealings in the Company's shares. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

By Order of the Board
ADVANCE SCT LIMITED

Simon Eng
Chief Executive Officer
6 January 2016