TELECHOICE INTERNATIONAL LIMITED
(REG. NO. 199802072R)

PROFIT GUIDANCE FOR THE HALF YEAR ENDED 30 JUNE 2020

TeleChoice International Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to provide the following profit guidance: the Group is expected to report a net loss for the half year ended 30 June 2020 ("**1H2020**") after a preliminary assessment of its unaudited financial results.

In our previous announcement on profit guidance and updates on the Group's business performance for the first quarter ended 31 March 2020 ("**1Q2020**") and the impact of COVID-19 on the Group's operations on 15 May 2020, we stressed that COVID-19 is expected to have a material adverse impact on the Group's revenue and profitability for our three business divisions due to movement control measures and travel restrictions implemented, which curtailed our operations in Singapore and the region.

Since then, Singapore has transitioned to Phase 2 re-opening ("**Safe Transition**") from 19 June 2020, and our operations have almost fully resumed although sales continued to be weak on the back of poor consumer and business sentiments, and reduced spending and business investments. Regionally, our employees have made slow progression back to the workplace. In Malaysia and the Philippines, about 80% of our manpower are deployed, while in Indonesia, only 50% of our workforce are allowed in the office due to capacity limits imposed. Public transportation and access to buildings are still limited and restricted and as a result, our overall business operations and project deliveries continued to be impacted. Consequently, the Group's revenue declined significantly, which in turn impacted profitability, leading to an expected net loss for 1H2020.

Nevertheless, the Company is confident that the Group will be able to address the challenges. Our balance sheet, working capital, cash position and order book remain healthy. The Company is in the process of finalising the unaudited consolidated financial results of the Group and further details will be disclosed when the Company announces its unaudited consolidated financial results for 1H2020 after trading hours on 7 August 2020.

The above disclosure reflects the Company's views and assessment of our overall current business operations. However, the overall business and economic environment is expected to remain challenging amidst the on-going pandemic and the resulting uncertainties may cause actual results to differ materially from any guidance issued or implied herein. Shareholders and investors are advised to exercise caution when dealing in the securities of the Company.

30 July 2020