

## COMPACT METAL INDUSTRIES LTD

(Incorporated in Singapore)  
(Company Registration No. 197500009H)

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### PROPOSED INTERNAL RESTRUCTURING EXERCISE BY WAY OF A SCHEME OF ARRANGEMENT UNDER SECTION 210 OF THE COMPANIES ACT (CHAPTER 50)

### SUPPLEMENTAL AGREEMENT TO AMEND THE IMPLEMENTATION AGREEMENT DATED 16 MARCH 2018

### WAIVERS GRANTED AND APPROVAL-IN-PRINCIPLE GIVEN BY SGX-ST

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*Unless otherwise defined, all capitalised terms used herein shall bear the same meaning as in the Company's announcement dated 16 March 2018.*

#### 1. INTRODUCTION

The Company refers to its announcement on 16 March 2018 in relation to, *inter alia*, the Proposed Restructuring and the Implementation Agreement.

#### 2. ENTRY INTO SUPPLEMENTAL AGREEMENT

2.1 Under the Implementation Agreement, it was contemplated that upon completion of the Proposed Restructuring, the Company would become an indirect wholly-owned subsidiary of NewCo through NewCo 2 and the Shareholders would become shareholders of NewCo.

2.2 By way of a supplemental agreement dated 10 May 2018 ("**Supplemental Agreement**") entered into between the Company and NewCo, the Implementation Agreement has been amended so that upon completion of the Proposed Restructuring, the Company would become a direct wholly-owned subsidiary of NewCo, the Shareholders would become shareholders of NewCo and the Proposed Restructuring will not involve NewCo 2.

#### 3. WAIVER FROM SGX-ST

3.1 Further, the Board wishes to announce that SGX-ST has confirmed in its letter dated 9 May 2018 that it has no objection to the Company's application for waiver of Chapter 2 (with the exception of Parts I and II) and Rule 1309 of the Listing Manual in relation to the Proposed Restructuring.

3.2 Shareholders should note that the SGX-ST reserves the right to amend and/or vary its decision and its decision is subject to changes in the SGX-ST's policies.

#### 4. ADDITIONAL LISTING APPLICATION OF NEWCO SHARES

4.1 Separately and further to an additional listing application ("**Application**") made to the SGX-ST, approval-in-principle of the SGX-ST was granted on 9 May 2018 ("**AIP**") in respect of the listing of, and quotation for 5,663,816,419 NewCo Shares at the completion of the Proposed Restructuring by way of the Scheme.

4.2 The AIP is subject to the following conditions:

- (a) Compliance with the SGX-ST's listing requirements;
- (b) Approval of the Scheme by the Shareholders; and
- (c) Sanction of the Scheme by the Court.

4.3 Please note that the AIP is not to be taken as an indication of the merits of the Application, the NewCo Shares, the Company and/or its subsidiaries.

**5. DOCUMENTS AVAILABLE FOR INSPECTION**

Copies of the Supplemental Agreement will be made available for inspection during normal business hours at the Company's registered office at 120 Pioneer Road, Singapore 639597.

**BY ORDER OF THE BOARD**

Zhang Zengtao  
Executive Director and Managing Director

10 May 2018