



(Incorporated in the Republic of Singapore on 14 August 2015)
(Company Registration Number: 201531866K)

RESPONSES TO QUESTIONS RECEIVED IN RELATION TO THE ANNUAL GENERAL MEETING TO BE HELD ON 20 APRIL 2021 (THE "AGM")

The board of directors (the "**Board**") of Secura Group Limited (the "**Company**", and together with its subsidiaries, the "**Group**") would like to thank shareholders of the Company ("**Shareholders**") for submitting their questions in advance of the AGM to be held by electronic means.

The Board would like to provide responses to the following relevant questions submitted by Shareholders ahead of the AGM:

Question 1

The Group's security printing business segment is facing declining demand due to paperless drive and digitalization. Can the Group's business in Taiwan and Bangladesh make up for the loss of business in Singapore? How long more can this business segment continue before it becomes a liability?

Company's Response

Given the changing market circumstances before and after the advent of the COVID-19 pandemic, we are aware that the Group's security printing business is one that needs to evolve and we have taken several initial steps in pivoting the business away from its traditional approach.

In face of declining demand due to the digitalization drive and more recently the pandemic in Singapore, we are focusing our attention on containing costs. Over the past financial year, we have had to manage costs both on a general level and additional costs brought about by the need for alternative site facilities to mitigate the risk of plant closure in case of infection to our staff. This was necessary to ensure business continuity. Post-vaccination of all operational staff, we will go back to single-site operation which will reduce our fixed overheads cost. We will also continue to grow our secured data handling business in Singapore which should grow in tandem with the digitalization drive.

Despite the pandemic, the Group's two overseas markets of Bangladesh and Taiwan had increased their local market shares and both markets are in the early stages of their respective market's growth curves due to favourable industry, market and regulatory factors. We have just secured additional factory spaces and new equipment to scale up production capacities in both countries. Barring any unforeseen circumstances, we are cautiously optimistic that the operations in Bangladesh and Taiwan will reach new heights in the current financial year ending 31 December 2021. The Group's overseas operations have contributed significantly to the Group's financial performance over the past years and we see their growth as being able to make up for where the Singapore market is facing a downturn.

Question 2

Regarding the suspension of Secura Training Academy Pte Ltd ("**STAPL**") by SkillsFuture Singapore Agency ("**SSG**") due to certain breaches, the Company's announcement on 20 August 2020 gave the impression that staff were untrained and unfamiliar with the claims procedure, or even outright dishonest. Was any punishment meted out to the staff concerned? If not, why not?

Company's Response

It was unfortunate that the list of related companies of STAPL was not correctly registered in the SkillsConnect profile. The Board takes these breaches very seriously, issued a refund to SSG when the

breaches were discovered and also commissioned an independent audit thereafter. The internal audit findings conducted by RSM Risk Advisory Pte Ltd (“**RSM**”) did not indicate any ethical issues. The Company is in the midst of drawing up a more detailed set of standard operating procedures, taking into account the additional internal control measures as recommended by RSM. All managers who were managing STAPL during the period where the breaches occurred have left the Group’s employment. Going forward, the Company will reinforce understanding of all regulations and the Group’s policies for all employees.

Question 3

The Israel Aerospace Industries Ltd (“**IAIL**”) is expected to be listed on the Tel Aviv Stock Exchange in the first half of 2021. How will a successful listing impact the Group since the Group owns 20% of Custodio Technologies Pte Ltd (“**Custodio Technologies**”), a subsidiary of IAIL? Since Custodio Technologies is loss-making, how much more impairment would the Group need to take into its books?

Company’s Response

IAIL has extended full support to Custodio Technologies in promoting the technology and solutions it developed from Singapore. A successful listing of IAIL would certainly be beneficial to Custodio Technologies in terms of providing further support for it to achieve its objectives of developing cyber early warning technologies. However, the intensity and scale of research and development required huge operating cash outflows without corresponding revenue, and as such Custodio Technologies had been loss making over the past few years. The Group adopted a prudent approach of making a full impairment of its investment in Custodio Technologies for the financial year ended 31 December 2020 and as such will not be making further impairment with regards to Custodio Technologies.

BY ORDER OF THE BOARD

Kan Kheong Ng
Executive Director and Chief Executive Officer

Lim Siok Leng
Executive Director and Chief Financial Officer

19 April 2021

*This announcement has been prepared by Secura Group Limited (the “**Company**”) and has been reviewed by the Company’s sponsor, United Overseas Bank Limited (the “**Sponsor**”), for compliance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalist.*

This announcement has not been examined or approved by the SGX-ST. The SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact persons for the Sponsor are Mr. David Tham, Senior Director, Equity Capital Markets and Ms. Priscilla Ong, Vice President, Equity Capital Markets, who can be contacted at 80 Raffles Place, #03-03 UOB Plaza 1, Singapore 048624, telephone: +65 6533 9898.