

ASIATIC GROUP (HOLDINGS) LIMITED
(Company Registration No: 200209290R)
(Incorporated in the Republic of Singapore)

**TERMINATION OF THE PROPOSED DISPOSAL OF SHARES AND ALL CONVERTIBLE BONDS
HELD BY COLBEN ENERGY HOLDINGS (MAJU INTAN) LTD IN MAJU INTAN BIOMASS ENERGY
SDN BHD TO HUALANG RENEWABLE ENERGY SDN BHD**

1. The Board of Directors ("**Board**") of Asiatic Group (Holdings) Limited ("**Company**", and together with its subsidiaries, the "**Group**") refers to the Company's announcements dated 11 March 2020, 13 March 2020, 9 April 2020, 19 June 2020, 27 January 2021, 18 February 2021, 15 July 2021, 10 September 2021, 8 November 2021, 18 January 2022 and 14 March 2022 (the "**Announcements**").
2. Save as expressly stated or the context otherwise required, capitalized terms shall have the same meanings ascribed to them in the Announcements.
3. The Board wishes to update shareholders that:
 - (a) the Condition Precedent of the Sale and Purchase Agreement, which requires the Purchaser to procure on behalf of the Vendor the necessary approvals in writing of the financiers of MIB for (i) the restructuring of the debt of MIB and discharge of existing security as set out in Schedule 4 of the Sale and Purchase Agreement and (ii) the change in shareholding and directors of MIB resulting from completion of the Sale and Purchase Agreement, remains unsatisfied as of the date of this announcement; and
 - (b) the Company has been engaging with a third party who has been in discussions with the financiers of MIB with respect to the debt restructuring proposal of MIB's debt obligations to these financiers.
4. Accordingly, on 9 May 2022, the Vendor issued a termination notice to the Purchaser to terminate the Sale and Purchase Agreement with immediate effect.
5. As announced on 14 March 2022, the Vendor has received a written confirmation from MIB's financier that they are agreeable to grant a final extension until 31 May 2022, and to withhold legal action until such date subject to certain terms and conditions. As such, the aforementioned termination is expected to have material impact on the net tangible assets per share or earnings per share of the Group for the financial year ending 31 March 2023 should MIB's financier decide to commence legal action against the Vendor after the final extension date. Nevertheless, the Company is currently in the final stages of discussion with the third party and is expected to enter into a binding agreement with the latter, including but not limited to debt restructuring within MIB.
6. **The Company will provide further update and the necessary announcements in relation to Paragraph 3(b) and 5, in compliance with the requirements of the Catalist Rules, as and when there are material developments. Shareholders are advised to read this announcement and any further announcements by the Company carefully and should exercise caution when trading in the shares of the Company. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.**

By Order of the Board

Tan Boon Kheng
Managing Director

9 May 2022

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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