BOLDTEK HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 201224643D)

CLARIFICATION TO RECEIPT OF LETTER OF DEMAND

The Board of Directors (the "**Board**") of Boldtek Holdings Limited (the "**Company**" and together with its subsidiaries (the "**Group**") refers to its announcement made on 1 August 2023 (the "**Earlier Announcement**") in relation to the receipt of a letter of demand ("**Letter of Demand**") from The Hongkong and Shanghai Banking Corporation Limited, Singapore branch ("**HSBC**") for the sum of S$2,611,398.51.

Capitalised terms used in this announcement shall have the meaning as ascribed to them in the Earlier Announcement unless otherwise defined herein.

Upon review of the Letter of Demand with its legal advisers, the Company is of the view that the Letter of Demand does not constitute a statutory demand within the meaning of Section 125(2)(a) of the Insolvency, Restructuring and Dissolution Act 2018 (No. 40 of 2018) (the "**IRDA**"). The Company notes that the abovementioned amounts owing to HSBC relates to a banking facility extended by HSBC to LCPL under the Enterprise Financing Scheme ("**Enterprise Facility**").

The Company, together with its financial adviser, are currently engaging with HSBC and other lenders to develop a restructuring solution which would take into account the interests of its shareholders and creditors. The Company is confident of resolving this matter and will continue to keep shareholders updated as and when there are developments to the Letter of Demand.

As a matter of customary practice following the commencement of restructuring proceedings in respect of the principal obligor (being LCPL), the Company is of the view that it is not unexpected to receive letters of demand in respect of corporate guarantees granted by the Company in connection with the obligations of LCPL. Nonetheless, the Company and its financial adviser are continuing to engage positively with its key creditors and shareholders, and do not envisage the commencement of legal proceedings against the Company imminently. The Company and LCPL remain focused on developing a restructuring solution to address the needs of the Group, taking into consideration the concerns of its shareholders and creditors.

The Company also refers to its announcement made on 21 July 2023 in relation to the making of an application by LCPL in the General Division of the High Court of Singapore for the grant of a moratorium (the "**Moratorium Application**") under Section 64 of the IRDA, and the automatic moratorium (the "**Automatic Moratorium**") that commences upon the filing of the Moratorium Application and ends on either a date that is 30 days after the date on which the Moratorium Application is made or the date on which the Moratorium Application is decided by the Court, whichever is earlier. The Company further notes that LCPL has received a letter of demand from HSBC for the sum of S$2,611,398.51 in respect of the banking facility extended under the Enterprise Facility, notwithstanding the Automatic Moratorium.

Although the Company's shares are under suspension, shareholders and investors are advised to read this announcement and any past and future announcements by the Company carefully when dealing with the shares of the Company. Shareholders and investors should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take or when dealing with their shares in the Company. Trading in the shares of the Company has been halted since 12 January 2023 and subsequently suspended since 16 January 2023 for reasons set out in the Company's announcements on 14 January 2023.

By Order of the Board

Phua Lam Soon
Chief Executive Officer
2 August 2023

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, RHT Capital Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**").*

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

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