
Profit Guidance for the Second Quarter ended 30 June 2024

The Board of Directors (the “**Board**”) of Asiaphos Limited (the “**Company**”) and together with its subsidiaries, (the “**Group**”) wishes to announce that, based on the currently available preliminary assessment of the draft unaudited consolidated financial results for the Group’s second quarter ended 30 June 2024 (“**2Q2024**”) and first half year ended 30 June 2024 (“**1H2024**”), notwithstanding the decline in revenue for 2Q2024 and 1H2024, the Group is expected to report a higher profit for 2Q2024 as compared to previous 2Q2023 and a profit for 1H2024 as compared to a loss in the previous 1H2023.

The reasons for the profits for 2Q2024 and 1H2024 were mainly attributed to the fair value gain on other equity investment and the gain on transfer of foreign currency translation reserve upon the deconsolidation of a foreign subsidiary, Sichuan Rongdafeng Chemical Co. Ltd., (“**Rongdafeng**”) following the handover of control of the said subsidiary to Sichuan Rongda Yuexiang Chemical Group Co., Ltd. (“**Rongda**”) related to disposal of the P4 Plant.

The Group ceased the consolidation of Rongdafeng and accounted for the investment as other equity investment during 2Q2024 as control has passed to Rongda when it made full payment for Rongdafeng (as announced on 8 February 2024); took over control of the board of directors of Rongdafeng on 21 March 2024 (which is pursuant to the Cooperation Agreement dated 20 March 2023 and subsequent supplemental agreements entered into between SMNPC and Rongda); and appointed its nominee as the Legal Representative of Rongdafeng (as announced on 28 March 2024).

The above guidance is based on a preliminary assessment made by the Company. The Company is in the process of finalising the Group’s unaudited results for 2Q2024 which will be announced on or before 14 August 2024.

In the meantime, shareholders and investors are advised to exercise caution when dealing in the Company’s shares. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company’s securities.

BY ORDER OF THE BOARD

Ong Eng Keong
CEO and Executive Director
AsiaPhos Limited

5 August 2024

*This announcement has been reviewed by the Company’s Sponsor, Asian Corporate Advisors 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 announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

The contact person for the Sponsor is Mr. Liau H.K., at 160 Robinson Road, #21-05 SBF Center, Singapore 068914, Telephone number: 6221 0271.