CPH LTD.

(Co. Reg. No. 199804583E)
(Incorporated in the Republic of Singapore)

(I) MONTHLY VALUATION OF ASSETS AND UTILISATION OF CASH FOR THE MONTH OF OCTOBER 2020; AND
(II) UPDATE ON DISPOSAL OF ASSETS

The board of directors (the "**Board**") of CPH Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce the following pursuant to Rule 1017(1)(b) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist (the "**Catalist Rules**"):-

(I) Monthly valuation of assets and utilisation of cash

(a) The Company's assets and liabilities as at 31 October 2020 were as follows[(1)]:-

	S$'000
Assets	
Investment property	6,500
Property, plant and equipment	64
PCB Segment's property, plant and equipment [(2)]	243
Right-of-use (ROU) asset [(3)]	1,650
Other current assets [(4)]	193
Cash and cash equivalents	321
Total assets	8,971
Liabilities	
Bank loan	947
Other current liabilities [(5)]	587
Hire purchase lease	4
Lease liability relating to ROU asset [(3)]	1,583
Total liabilities	3,121
Net assets	5,850

Notes:
(1) Figures have been revised as necessary to be in line with those reported in the half yearly results announcement for the financial period ended 30 September 2020, released on the SGXNET on 12 November 2020. In particular, the fair value of investment property was S$6,500,000 and the book value of the PCB Segment's property, plant and equipment was S$243,000 in the aforementioned half yearly financial statements.
(2) The PCB Segment's property, plant and equipment is expected to be disposed within the financial year ending 31 March 2021. As at the date of this announcement, sale of the PCB Segment's plant and equipment has been completed in August 2020 and the figure of S$243,000 reflects the book value of the land and building.
(3) Upon adoption of SFRS(I) 16 Leases from 1 April 2019, the Group recognized a right-of-use asset and the corresponding lease liability in relation to the JTC land rents.
(4) Other current assets comprise other receivables and prepayments.
(5) Other current liabilities comprise trade and other payables, accrued expenses and rental deposits.

(b) The Company's utilisation of cash in the month of October 2020 was as follows:-

	S$'000
Opening cash and bank balances	299
Add receipts:	
Rental income [1]	35
Government grant	5
Option fee of 1% for sale of Singapore factory [2]	65
Proceeds from sale of PCB Segment's equipment	1
	106
Less payments:	
Staff cost	25
Land leases and property tax	19
Professional fees [3]	12
Finance cost	1
Other administrative and operating expenses	13
Hire purchase instalment payment	1
Repayment of bank loan	13
	84
Closing cash and bank balances	321

Notes:-

(1) Depending on the timing of payments made by tenants, the amount received may vary from month to month.

(2) An offer was made in October 2020 to purchase the factory in Singapore and an option fee of 1% was paid. The Company has granted the Option to Purchase on 13 November 2020, which the buyer has accepted on the same date.

(3) Comprised fees paid to Sponsor, as well as fees paid to the webcast provider and the scrutineer for their services in relation to the Company's Annual General Meeting held virtually on 28 September 2020.

All figures set out in this announcement have not been reviewed or audited by the Company's auditors.

(II) Update on disposal of assets

As announced on 6 August 2020, we have executed the sale and purchase agreement ("**SPA**") for the disposal of the Malaysian factory and we expect the transaction to be completed by end of November 2020. The completion date as indicated in the SPA was 5 November 2020. However, there has been a longer delay than originally anticipated for the transfer of the title deed by the relevant authorities. Both parties have mutually agreed to extend the completion date till the transfer is effected, as provided for in the SPA.

On 13 November 2020, the Company announced the grant and acceptance of the Option to Purchase (the "**Option**") for the factory in Singapore at a total consideration of S$6,500,000. The Option Fee of S$65,000 with GST thereon has been paid to the Company and the 4% deposit of S$260,000 has been paid to our solicitors in accordance with the terms stated in the Option. The proposed disposal of the factory (the "**Proposed Disposal**") is subject to, inter alia, the Company procuring the approval of its shareholders ("**Shareholders**") at an extra-ordinary general meeting ("**EGM**") to be convened pursuant to Rule 1014 of the Catalist Rules, as it is considered a major transaction under Rule 1006 of the Catalist Rules. A circular to Shareholders setting out, amongst others, further information on the Proposed Disposal, together with the notice of EGM, will be despatched by the Company to the Shareholders in due course.

The Company will provide further updates to Shareholders of the Company as and when there are material developments to the above.

Cautionary Statement

Shareholders and potential investors are advised to exercise caution when trading in the shares of the Company, as there is no certainty or assurance that the Company will be able to acquire a business that meets the SGX-ST's requirements for a new listing within the timeframe prescribed by the SGX-ST. The Company will make the necessary announcements when there are further material developments as and when appropriate.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, solicitors or other professional advisors if they have any doubts as to the actions they should take.

By Order of the Board

Ong Kian Soon
Company Secretary

16 November 2020

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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