

AYONDO LTD.

(Company Registration No.: 201728417D)
(Incorporated in the Republic of Singapore)

RESULTS OF APPLICATION TO THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED FOR FURTHER EXTENSION OF TIME TO SUBMIT PROPOSAL FOR RESUMPTION OF TRADING

The Board of Directors (the “**Board**”) of ayondo Ltd. (the “**Company**”) refers to the Company’s announcements dated (i) 27 April 2020, 29 May 2020, 10 September 2020, 7 January 2021 and 3 May 2021 in relation to the Company’s application to the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) for a further extension of time to submit the proposal with a view to resuming trading in the Company’s securities (“**Resumption Proposal**”); and (ii) 30 July 2020 in relation to the proposed acquisition of the entire equity interest in Rich Glory International Investment Limited (the “**Target**”) by the Company (the “**Proposed Acquisition**”).

1. GRANT OF EXTENSION OF TIME

The SGX-ST has, on 25 May 2021, informed the Company that it has no objection to the Company’s application for further extension of time to 31 July 2021 with regard to compliance under Rule 1304(1) of the Section B: Rules of Catalist of the SGX-ST Listing Manual (“**Catalist Rules**”) (the “**Waiver**”), subject to the following:-

- (a) The Company announcing the Waiver granted, the reasons for seeking the Waiver, the conditions as required under Rule 106 of the Catalist Rules and if the Waiver conditions have been satisfied. If the Waiver conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met;
- (b) The Company providing regular updates to the SGX-ST and the investors via SGXNET on the Company’s progress in meeting key milestones of the Proposed Acquisition and the submission of the Resumption Proposal to the SGX-ST; and
- (c) The Company meeting the following milestones:-
 - (i) completion of final review of legal due diligence on the Target by 25 June 2021;
 - (ii) completion of auditors’ review of the Target’s financials for FY2018, FY2019, FY2020 and three-month financial period ended 31 March 2021 (“**3MFY2021**”) by 25 June 2021;
 - (iii) updating the SGX-ST on any material issue and obtaining internal clearance from the Financial Advisor and Full Sponsor by 19 July 2021;
 - (iv) submission of Resumption Proposal in the form of a finalised RTO Circular to the SGX-ST by 31 July 2021;
 - (v) in conjunction with (iv) above, submission of Full Sponsor’s statement that the Target is suitable for listing, by 31 July 2021.

In the event the Company fails to meet any of the milestones as stated in paragraph 1(c) above, the Company will be served a delisting notice by the SGX-ST.

2. REASONS FOR SEEKING THE WAIVER

The reasons for seeking the Waiver are as follows:-

- (a) The progress of the legal and financial due diligence has been slower than expected by the professional parties due to the impact of the Covid-19 pandemic which has affected access to physical records and documents for verification and also given that the Target and its business operations are not in Singapore;
- (b) The progress is further exacerbated by a change of accountants by the Target. The new accountants required more time than expected due to the Covid-19 situation in Hong Kong to take over the accounting records from its former accountants and to collate the requested documents;
- (c) There were certain audit issues that were not originally anticipated and have only been recently resolved, including the alignment of the accounting standards in Hong Kong and in Singapore. In addition, the reporting accountant's audit requirement was extended to full receivables' testings. As such, the audit process requires significantly more time to complete. In view of the delay, the parties will be using the financial statements of the Target Group for 3MFY2021. While it will take more time to include audit of 3MFY2021, the parties expect the audit process for 3MFY2021 to run smoothly and to take lesser time to complete as the new accountant has familiarised himself with the Target Group's accounting records; and
- (d) The delay in the audit process will also consequently impact the progress of the other professionals including the business valuer and the independent financial adviser.

By Order of the Board

Foong Daw Ching
Lead Independent Director
25 May 2021

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst.

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

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