ASIAPHOS LIMITED
Company Registration No. 201200335G
(Incorporated in the Republic of Singapore)

THE RENOUNCABLE NON-UNDERWRITTEN RIGHTS ISSUE OF 112,664,875 NEW ORDINARY SHARES IN THE CAPITAL OF ASIAPHOS LIMITED ("COMPANY") WITH 112,664,875 FREE DETACHABLE AND TRANSFERABLE WARRANTS (THE "RIGHTS CUM WARRANTS ISSUE")

- UTILISATION OF NET PROCEEDS FROM THE RIGHTS CUM WARRANTS ISSUE

*Unless otherwise defined, capitalised terms used herein shall have the same meanings as ascribed to them in the Company's offer information statement dated 1 March 2017 in relation to the Rights cum Warrants Issue ("**Offer Information Statement**").*

Further to the Company's announcement dated 24 March 2017 in relation to, *inter alia*, the utilisation of the net proceeds raised from the Rights cum Warrants Issue ("**Net Proceeds**"), the Company has today utilised (i) approximately S$1.403 million of the Net Proceeds to pay Mr. Teo and Yi Prime, representing the value (based on the Issue Price) of the shortfall of the Rights Shares with Warrants required to fully redeem the NWC Preference Shares held by Mr. Teo and Yi Prime in connection with the Proposed Redemption; (ii) approximately S$0.467 million of the Net Proceeds to repay the remaining balance of the Dr. Ong Loan; and (iii) approximately S$0.295 million of the Net Proceeds to repay the accrued dividends in respect of the NWC Preference Shares to the NWC Investors.

Following the above, the utilisation of the Net Proceeds as at the date of this announcement is set out below:

Use of Net Proceeds	Amount allocated (S$'000)	Amount utilised as at the date of this announcement (S$'000)	Balance of Net Proceeds as at the date of this announcement (S$'000)
Proposed Redemption	5,725	5,725	-
Repayment of the Dr. Ong Loan	1,000	1,000	-
Working capital	1,987	295	1,692
Total	**8,712**	**7,020**	**1,692**

The above utilisation of the Net Proceeds is consistent with the intended uses as disclosed in the Offer Information Statement.

In connection with the completion of the Rights cum Warrants Issue and the Proposed Redemption, the Company has today, capitalised the intercompany loan balance of S$5,725,000 payable by NWC to the Company in full by way of subscribing for 5,725,000 new ordinary shares in the issued and paid-up share capital of NWC ("**NWC Loan Capitalisation**"). Following the completion of the NWC Loan Capitalisation, the issued and paid-up share capital of NWC has increased from S$35,442,607 to S$41,167,607. The NWC Loan Capitalisation is not expected to have any material impact on the net tangible assets per share and earnings per share of the Group for the current financial year ending 31 December 2017.

BY ORDER OF THE BOARD
ASIAPHOS LIMITED

Simon Ong Eng Hock
Executive Director
29 March 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, United Overseas Bank Limited ("**Sponsor**"), for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST.*

The Sponsor and the SGX-ST assume 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. Lim Hoon Khiat, Director, Equity Capital Markets, who can be contacted at 80 Raffles Place, #03-03 UOB Plaza 1, Singapore 048624, Telephone: +65 6533 9898.