

UPDATE IN RESPECT OF DISCUSSIONS WITH LENDER

The Board of Directors (the “**Board**”) of Pacific Star Development Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s Unaudited Financial Statements And Dividend Announcement For The Three-Month Financial Period And Nine-Month Financial Period Ended 31 March 2020 dated 12 May 2020 (the “**3QFY2020 Announcement**”).

Unless otherwise defined herein, capitalised terms used in this announcement shall have the meanings ascribed to them in the 3QFY2020 Announcement.

On page 17, item (vi), of the 3QFY2020 Announcement, the Company had announced that “PDD has requested the lender of Facility A to reduce the principal repayment for May and June 2020 (due in June and July 2020 respectively) by 50%, a moratorium from the lender of the Facility A to defer the monthly principal payments due in July to December 2020 by six months (the “**Grace Period**”) and an extension of Facility A’s final due date by six months (collectively referred to herein as the “**Requests**”)”

The Company would like to inform that PDD has received a letter of notification dated 10 June 2020 (the “**Letter**”) from the lender of Facility A (the “**Lender**”). Clarifications on the amended terms from the Letter were sought by the Company before the release of this announcement. The Company is pleased to inform that the Lender has agreed to the following Requests of the Company:

- (i) PDD is allowed to settle its principal repayments for May 2020 (which the Company has settled as at date of this announcement), and June 2020 (which the Company will settle in due course), by way of partial internal funding, and partial upliftment from the existing debt servicing reserve account maintained with the Lender; and
- (ii) PDD is allowed to defer instalment payments on its principal amount with the Lender during the Grace Period (totalling approximately RM 23.6 million). Interest payments during the Grace Period shall continue to be paid by PDD.

From the Letter, the Company notes that the Lender did not accede to the extension of Facility A’s final due date by six months. Notwithstanding this, the abovementioned deferments in paragraph (i) and (ii) granted by the Lender to PDD are beneficial to the Group as this will significantly reduce the short-term cash outflows from PDD.

ON BEHALF OF THE BOARD

Ying Wei Hsein
Executive Chairman
18 June 2020

This announcement has been reviewed by the Company’s Sponsor, SAC Capital Private Limited (the “**Sponsor**”). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) and the SGX-ST 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. David Yeong, SAC Capital Private Limited at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542. Telephone number: +65 6232 3210.