

**THE PROPOSED ACQUISITION OF RAKAN RIANG SDN BHD
- CLARIFICATION ON NEWS ARTICLE PUBLISHED IN
THE BUSINESS TIMES SINGAPORE**

The board of directors (the “**Board**” or the “**Directors**”) of Sim Leisure Group Ltd. (“**Sim Leisure**” or the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to make some clarifications with reference to the news article entitled “***Hope yet for KL KidZania as Sim Leisure Group proposes RM3.8m offer***” published in The Business Times Singapore on 6 November 2020 (the “**Article**”).

The Article was in relation to the Company’s announcement dated 4 November 2020 (“**Announcement**”) with respect to the proposed acquisition by the Company of all the issued and paid-up ordinary shares in the capital of Rakan Riang Sdn Bhd (“**RRSB**”) (“**Proposed Acquisition**”). Please refer to the Announcement for more information on the Proposed Acquisition. *All capitalised terms used and not defined herein shall have the same meanings ascribed to them in the Announcement.*

In the first and third paragraphs of the Article, it was stated that “*Pending approval from the Singapore Exchange (SGX), Sim Leisure hopes to avoid both seeking shareholders’ approval for the deal and seeking an independent valuation of the asset*” and “*Because the losses of RRSB are more than double the losses of Sim Leisure, Sim Leisure is required to seek approval from shareholders. It must also appoint an independent party to value the assets.*” respectively.

The Company wishes to clarify that it will be, through its sponsor, consulting with the SGX-ST on the applicability of the requirements of the Catalist Rules to the Proposed Acquisition and it is not avoiding “*seeking shareholders’ approval for the deal and seeking an independent valuation of the asset*”. The Company will make further announcements in compliance with the requirements of the Catalist Rules, when there are further material developments on the Company’s consultation with the SGX-ST and/or the Proposed Acquisition.

Shareholders of the Company and potential investors should exercise caution when trading in the Company’s shares. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

**BY ORDER OF THE BOARD
SIM LEISURE GROUP LTD.**

SIM CHOO KHENG
Executive Director and CEO
6 November 2020

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "**Sponsor**"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**").*

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 correctness of any of the statements or opinions made, or reports contained in this announcement.

The contact person for the Sponsor is Ms Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.