ADVANCED SYSTEMS AUTOMATION LIMITED
(Company Registration Number: 198600740M)
(Incorporated in the Republic of Singapore on 10 April 1986)

UPDATE ON RECEIPT OF ORIGINATING CLAIM AND STATEMENT OF CLAIM

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1. The Board of Directors (the "**Board**") of Advanced Systems Automation Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Company's announcements dated 27 August 2024, 16 September 2024, 5 November 2024, 21 March 2025, 5 August 2025, 5 September 2025, 19 September 2025 and 16 October 2025, in relation to the claims made by ASTI Holdings Limited ("**ASTI**") against the Company (collectively, the "**Previous Announcements**"). Unless otherwise defined, all capitalised terms used herein shall bear the same meanings as ascribed to them in the Previous Announcements.

2. The Board wishes to announce that the Company and ASTI have reached an amicable settlement in respect of HC/OC 839/2025 (the "**Suit**") and have entered into a settlement agreement dated 30 March 2026 ("**Settlement Agreement**"). Pursuant to the Settlement Agreement, the Company shall pay ASTI the sum of S$6 million ("**Settlement Amount**") in instalments, in full and final settlement of all claims and counterclaims that each of the parties have or may have against each other in respect of the matters arising out of or in connection with the Suit. The first instalment payment of S$1 million is to be made by the Company to ASTI on 1 July 2026.

   The Settlement Amount is payable in instalments as follows:

Instalment	Payment Date	Amount (S$)
1st	1 July 2026	1,000,000
2nd	1 July 2027	1,500,000
3rd	1 July 2028	1,500,000
4th	1 July 2029	1,000,000
5th	1 July 2030	1,000,000

3. Pursuant to the Settlement Agreement, each instalment payment is subject to a cure period of seven (7) days upon ASTI giving notice of default, save that the 1st instalment payment is subject to a cure period of three (3) weeks.

4. Based on the Suit, ASTI had claimed an aggregate sum of approximately S$9,873,139.27 from the Company. Under the Settlement Agreement, while the Company has agreed to pay ASTI an aggregate sum of S$6.0 million, the Settlement Agreement provides that in the event of a default in any instalment payment, ASTI shall be entitled to claim the applicable default amount corresponding to the relevant instalment milestone (before deduction of previous

instalment payments), plus interest accruing from the date of default up to the date of full payment.

The applicable default amounts are as follows:

Instalment	Default Amount (S$)
1st Instalment	9,800,000
2nd Instalment	7,500,000
3rd Instalment	5,000,000
4th Instalment	2,000,000
5th Instalment	1,000,000

Accordingly, the financial impact of the settlement on the Group will crystallise progressively as each instalment payment is made and the corresponding default exposure is reduced.

Based on the amount claimed by ASTI of approximately S$9,873,139.27, the reduction in the Group's exposure at each instalment milestone would be approximately:

(i) S$73,139 after the 1st instalment
(ii) S$2,373,139 after the 2nd instalment
(iii) S$4,873,139 after the 3rd instalment
(iv) S$7,873,139 after the 4th instalment
(v) S$8,873,139 after the 5th instalment

As such, the settlement is not expected to result in an immediate full reduction of the Company's exposure under the Suit upon execution of the Settlement Agreement. The payment of the 1st instalment is expected to have no material impact on the Group's consolidated net tangible assets or the consolidated earnings per share for the financial year ended 31 December 2026. Any positive financial impact is expected to be recognised progressively, subject to applicable accounting standards and audit.

The settlement will also result in cash outflows over the period from 1 July 2026 to 1 July 2030.

5. The instalment payments will be funded through a combination of the Group's internal cash resources, cash flows generated from operations and potential fund-raising exercises, including possible equity placements.

   Certain key shareholders have indicated their support in relation to such potential fund-raising initiatives. The Company will continue to monitor its cash flow position and may explore additional funding options, where necessary, to meet its payment obligations under the Settlement Agreement.

6. The Board is of the view that the settlement is in the best interests of the Company as it provides a structured framework for resolving the dispute, avoids further legal costs, management time and uncertainties associated with continued litigation, and allows the Company to progressively reduce its liability exposure through compliance with the agreed instalment payment schedule.

7. Pursuant to the settlement, the parties have also agreed to take steps to discontinue all claims and counterclaims in the Suit within 7 days, with no order as to costs.

8. The Company will make further announcements on any material developments on the above, as and when necessary.

By Order of the Board
ADVANCED SYSTEMS AUTOMATION LIMITED

CHNG HEE KOK
Non-Executive Chairman
31 March 2026

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*This announcement has been reviewed by the Company's sponsor, Asian Corporate Advisors 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 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. Liau H.K., at 160 Robinson Road, #21-05, SBF Center, Singapore 068914, telephone number: 6221 0271.