

SUBSCRIPTION OF ADDITIONAL SHARES IN 51.00% OWNED SUBSIDIARY

The board of directors (the “**Board**”) of the Company wishes to announce that the Company has at the urgent request from its 51%-owned subsidiary, Advance Capital Partners Asset Management Private Limited (“**ACPAM**”) subscribed for 277 new ordinary shares in ACPAM (“**ACPAM Shares**”) for an aggregate cash consideration of S\$66,895 (the “**Subscription**”) as at 2 April 2019. Pursuant to the correspondence with ACPAM, the 277 new ACPAM Shares will be issued and allotted to the Company on 3 April 2019.

The Board understands that Mr Tan Choon Wee (“**Mr Tan**”), the executive director and CEO of ACPAM, has also subscribed for 266 new ACPAM Shares at the issue price of S\$241.50 per new ordinary share in ACPAM by way of capitalisation of his contribution.

Following the Subscription and after the issuance and allotment of the new ACPAM Shares to the Company and Mr Tan, ACPAM’s issued and paid-up share capital will increase from S\$1,178,510 to S\$1,309,644 comprising 7,820 ACPAM Shares (“**ACPAM’s Enlarged Share Capital**”). The Company will hold 3,988 ACPAM Shares in ACPAM representing approximately 51.00% of ACPAM’s Enlarged Share Capital and Mr Tan will hold the remaining approximately 49.00% of ACPAM’s Enlarged Share Capital.

Rationale for the Subscription

As highlighted in the Company’s announcement dated 7 February 2019, ACPAM, which is a principal subsidiary of the Company, is a fund management company that is registered with the Monetary Authority of Singapore (“**MAS**”). As a registered fund management company (“**RFMC**”), ACPAM is required by the MAS to maintain at all times a certain level of base capital (“**Base Capital Requirement**”). The purpose of the Subscription, and the corresponding increase in the capital of ACPAM, is to enable and assist ACPAM, as a RFMC, to comply with its Base Capital Requirement.

The Board further understand from the letter dated 29 March 2019 from ACPAM that the urgent capital call by ACPAM was in view of, *inter alia*, increase in ACPAM’s expenses.

The shareholders of the Company (“**Shareholders**”) should note that whilst the Company has proceeded with the Subscription in view of the urgency in meeting the Base Capital Requirement, the Company has also requested for more information to be provided in connection with the Subscription.

The Board has also emphasized that ACPAM should not be expending the monies contributed under this Subscription nor should it be expending any further monies which would result in ACPAM not meeting the Base Capital Requirement going forward save with the Company’s prior written consent.

The Subscription was funded from the placement proceeds from the placement (the “**Placement**”) of 799,000,000 new ordinary shares in the capital of the Company pursuant to the subscription agreement dated 27 November 2018, as announced by the Company on 27 November 2018, 21 December 2018, 27 December 2018 and 15 January 2019.

The Company will make further announcement at a later date in the event there is any update or any material information in connection with the capital call arises as well as a use of proceeds from the Placement.

Save as disclosed, none of the Directors or controlling Shareholders of the Company and their associates has any interests, direct or indirect, in the Subscription and the capital call, other than through their respective shareholding interests in the Company.

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Subscription, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

BY ORDER OF THE BOARD

Tomi-Jae Wanlun Tjio
Independent Director and Non-Executive Chairman

3 April 2019

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Sponsor has not independently verified the contents of this announcement, including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by 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.
Telephone number: 6221 0271*