



## METECH INTERNATIONAL LIMITED

(Incorporated in the Republic of Singapore)  
(Company Registration Number 199206445M)

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### UPDATE TO SHAREHOLDERS FURTHER TO THE ISSUANCE OF A DISCLAIMER OF OPINION BY THE COMPANY'S AUDITORS ON THE GROUP'S FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023

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The Board of Directors (the “**Board**”) of Metech International Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcement dated 14 June 2024 in relation to the disclaimer of opinion (the “**Disclaimer of Opinion**”) included by the independent external auditors of the Company, Moore Stephens LLP (the “**Independent Auditors**”) in its Independent Auditors’ report (the “**Independent Auditors’ Report**”) regarding the audited consolidated financial statements of the Group and the Company for the financial period ended 31 December 2023 (“**FP2023**”) (the “**Financial Statements**”) (the “**Disclaimer of Opinion Announcement**”).

*Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings ascribed to them in the Disclaimer of Opinion Announcement.*

The Board wishes to update shareholders of the Company (“**Shareholders**”) that the Disclaimer of Opinion included in the Independent Auditors’ Report, as disclosed in the Disclaimer of Opinion Announcement, is attributable to the actions of the former Board and management of the Company. The decision to change the financial year end from 30 June to 31 December aligns with the Company’s new management and Board’s commitment to providing clarity and demonstrating accountability to Shareholders for events that occurred during FP2023. This change will also serve as a basis for comparison for the financial period ending 31 December 2024.

Notwithstanding the Disclaimer of Opinion, the Board is of the view that the use of the going concern assumption in the preparation of the Financial Statements for FP2023 is appropriate after taking into consideration the following factors:

- i. Management has prepared a cash flow projection for its operations for the next twelve months from 31 December 2023 and are satisfied that the Group will have sufficient cash flows.
- ii. The Group has plans to raise capital and obtaining additional funds for working capital and investment opportunities and management will continue to evaluate various strategies to obtain alternative sources of finance where necessary to enable the Group to meet its obligations as and when they fall due. The Company has also obtained an understanding from major shareholders to provide financial support for any subsequent fund raising exercise to ensure the going concern of the Group, including the incoming new business model.
- iii. Subsequent to the period end, the Company has obtained an interest free loan of S\$1.0 million, to be repaid 12 months from the date of the loan agreement which was on 25 March 2024, subject to the terms and conditions set out in the loan agreement.
- iv. Subsequent to the period end, the Company has successfully raised amount of S\$612,000 from a placement exercise to a strategic investor.

- v. The Group is implementing cost cutting measures.
- vi. The Group will take all necessary actions to expedite and shorten the receivables collection period and monetize its non-core assets of approximately S\$1.0 million.
- vii. The Group is also concurrently in the midst of discussion and negotiation for collaboration opportunities with various strategic partners to generate short-to-midterm revenue, one of which is the proposed collaboration with a Taiwan agricultural technology company, which the Company has signed a binding memorandum of understanding with on 2 April 2024. The Company endeavours to enter into a proposed joint venture in due course.

Shareholders are encouraged to read Note 3(b) of the Financial Statements in the Company's FP2023 annual report, where the relevant factors supporting the decision are detailed.

By Order of the Board of Directors of  
**Metech International Limited**

Er Kwong Wah  
Independent Director

14 June 2024

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*This announcement has been prepared by the Company and reviewed by the Company's sponsor, Novus Corporate Finance Pte. Ltd. (the "Sponsor"), in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist.*

*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 Mr. Pong Chen Yih, Chief Operating Officer, at 7 Temasek Boulevard, #04-02 Suntec Tower 1, Singapore 038987, telephone (65) 6950 2188.*