

APPLICATION FOR AN EXTENSION OF TIME TO (I) HOLD ITS ANNUAL GENERAL MEETING FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018; AND (II) TO ANNOUNCE ITS FINANCIAL RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2019

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Allied Technologies Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company had through its Sponsor, Stamford Corporate Services Pte. Ltd. (the “**Sponsor**”), made an application to the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 15 April 2019 for an extension of time to:

- (i) comply with the requirement of Rule 707(1) of the Listing Manual Section B: Rules of Catalist of the SGX-ST (“**Catalist Rules**”) for the Company to hold its annual general meeting (“**AGM**”) for the financial year ended 31 December 2018 (“**FY2018**”); and
- (ii) comply with the requirement of Rule 705(2)(b) of the Catalist Rules to announce its financial statements for the first quarter ended 31 March 2019 (“**1QFY2019**”),

(the “**Extension Application**”).

2. EXTENSION APPLICATION

Pursuant to the Rule 707(1) of the Catalist Rules, the Company is required to convene its AGM no later than 30 April 2019, being four (4) months after the end of FY2018. Pursuant to Rule 705(2)(b) of the Catalist Rules, the Company is required to announce its 1QFY2019 financial statements no later than 15 May 2019, being 45 days after the quarter end.

The Company has requested for an extension of time to hold its AGM and to announce its 1QFY2019 financial results under the Extension Application.

3. BASIS FOR EXTENSION APPLICATION

3.1 Additional Time for Completion of Audit

Ernst & Young LLP (the “**Auditors**”), the auditors of the Company, are in the process of completing the audit for the Group for FY2018. The Auditors have indicated that they will require additional time to complete the audit of the Group for FY2018 as they are still reviewing management’s responses and are also awaiting the provision of certain documents by the Group. They also anticipate that they may need to seek further clarification from the Company following their review of management’s responses and the documents. The Company is using all best efforts to work with the Auditors to complete the audit of the Group and are following up with all outstanding information and documents.

Given that the CFO and the CEO of the Company were only recently appointed with effect from 1 February 2019 and 1 March 2019 respectively, additional time is also required to complete the audit for the Group for FY2018.

In addition, the Group is expected to report a net loss in respect of its financial results for FY2018. The expected net loss is mainly attributable to impairment losses on certain assets of the Group, being those acquired pursuant to the ABO Acquisition (as defined below) and the Activpass Acquisition (as defined below), which are expected to be greater than the profits generated from operations. Additional time to complete the audit for the Group for FY2018 is

required in light of the expected impairment losses. Please refer to the Company's announcement dated 15 April 2019 for further details on the profit warning.

3.2 Completion of Proposed Ratification

Separately, the Company had completed the (i) acquisition of 51% of the entire issued and fully paid-up ordinary shares in the capital of Asia Box Office Pte. Ltd. for S\$30.0 million on 4 April 2018 (the "**ABO Acquisition**") and (ii) acquisition of 51% of the entire issued and fully paid-up ordinary shares in the capital of Activpass Holdings Pte. Ltd. for S\$25.2 million on 3 July 2018 (the "**Activpass Acquisition**"). Further details of the ABO Acquisition are contained in the Company's announcements dated 25 January 2018, 22 March 2019 and 4 April 2018 and further details of the Activpass Acquisition are contained in the Company's announcements dated 5 June 2018, 2 July 2018 and 3 July 2018.

Rule 1005 of the Catalist Rules provides that in determining whether a transaction falls into category (a), (b), (c) or (d) of Rule 1004, the sponsor may aggregate separate transactions completed within the last 12 months and treat them as if they were one transaction. The SGX-ST retains the discretion to determine whether the aggregation was correctly applied, and/or to direct the sponsor to aggregate other transactions. Based on the SGX-ST's recommended practice, this rule may apply even if the acquisitions were made from different vendors. Accordingly, the SGX-ST had directed the Sponsor and the Company to aggregate the ABO Acquisition and the Activpass Acquisition as a single transaction.

The ABO Acquisition and the Activpass Acquisition, when aggregated pursuant to Rule 1005 of the Catalist Rules, constitute a major transaction under Chapter 10 of the Catalist Rules. Accordingly, the Company will be seeking shareholders' approval for the ratification of the Activpass Acquisition (the "**Proposed Ratification**"), at an extraordinary general meeting ("**EGM**") to be convened by the Company.

3.3 Reasons for Extension Application

The Extension Application was therefore made to allow the Auditors and the Group additional time to complete the audit of the Group for FY2018 and other information to be included in the Company's annual report for FY2018.

It is also appropriate for the audited consolidated financial statements for FY2018 to incorporate and take into account the latest events (i.e. the Proposed Ratification) so as to make the financial statements more complete. Accordingly, the Extension Application was made as the Company considers that the EGM to approve the Proposed Ratification should be held prior to the AGM at which the audited consolidated financial statements for FY2018 will be laid.

The Company also applied for similar extension for the release of its 1QFY2019 financial statements, pending completion of the audit of the Group for FY2018 by the Auditors, to allow the Company to release the 1QFY2019 financial statements prepared on the basis of the audited consolidated financial statements for FY2018 (i.e. the closing balance of the audited consolidated financial statements for FY2018 will serve as the opening balance of the financial statements for 1QFY2019).

4. GENERAL

The Company will also be submitting the necessary application to the Accounting and Corporate Regulatory Authority ("**ACRA**") for an extension of time to hold its AGM.

The Company will provide further updates to shareholders on the outcome of the Extension Application and the EGM in due course.

BY ORDER OF THE BOARD

Leow Wee Kia Clement
Chief Executive Officer and Executive Director
15 April 2019

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte Ltd (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The SGX-ST and the Sponsor assume 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 Bernard Lui, Telephone: +65 6389 3000, Email: bernard.lui@morganlewis.com.