ACESIAN PARTNERS LIMITED
(Company Registration Number: 199505699D)
(Incorporated in the Republic of Singapore)

PROFIT WARNING FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2020

Further to the announcements on 13 April 2020 and 23 April 2020 update in relation to developments of COVID-19 situation, the Board of Directors (the "**Board**") of Acesian Partners Limited (the "**Company**" and together with its subsidiaries, collectively, the "**Group**") wishes to inform shareholders of the Company that after an assessment of the Group's unaudited financial results for the six-month financial period ended 30 June 2020 ("**HY2020**"), the Group is expected to report a loss for HY2020 as compared to a profit in the corresponding period of the preceding financial year, mainly due to lower revenue under the manufacturing segment as well as reduction in gross margin which largely attributed to the unprecedented and magnitude of the fallout from the coronavirus disease 2019 (COVID-19) pandemic and lockdowns and other control measures implemented in Singapore and Malaysia.

The lockdowns of local business, in particular Singapore and Malaysia, brought the business activities of the construction sector in Singapore to a halt, and correspondingly led to an intense slowdown to our businesses in particular the manufacturing segment. The construction sector in Singapore is badly hit and the restrictions on business activities continued even after lifting of circuit breaker. As a result, the revenue of Group declined significantly in HY2020. The impact is cushioned by the cost control and austerity measures implemented by the Group as well as Singapore's support measures such as jobs support scheme to offset local employees' wages.

Barring any unforeseen circumstances, the Board believes that the financial position of the Group remains stable as at this announcement. Given the enormous amount of uncertainty and changing circumstances, market outlook and operating environment in the near term is uncertain in the wake of the evolving Covid-19 situation and resurgence. The Group has taken the necessary mitigating measures in correspondence to these uniquely challenging times such as austerity measures and increase scrutiny on cash balances, inventories and accounts receivables in an effort to ensure survival of the Group's businesses.

Further details of the Group's financial performance will be disclosed when the Company releases its unaudited financial results for HY2020 on or before 14 August 2020.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

BY ORDER OF THE BOARD

Wong Kok Chye
Group Chief Operating Officer
7 August 2020

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte. Ltd., in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited ("**Exchange**") Listing Manual Section B: Rules of Catalist for compliance with the relevant rules of the Exchange. The Company's 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.
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