

POWERMATIC DATA SYSTEMS LIMITED

(Company Registration No. 198900414E)

(Incorporated in Singapore)

UPDATE ON THE GROUP'S OPERATIONS IN SUZHOU, THE PEOPLE'S REPUBLIC OF CHINA

Further to our announcement dated 10 February 2020, Powermatic Data Systems Limited (the "Company") and its subsidiaries ("the Group") wishes to inform our shareholders that our Suzhou factory has resumed operations gradually since 17 February 2020 amidst low labour return rate. The Group is pleased to update shareholders that as of the date of this announcement, with exception of a small number of our staff still under mandatory quarantine, our production operations are back to normal capacity.

As most of our component suppliers are affected by Covid-19 outbreaks in China, the Group is experiencing components shortage and longer delivery lead time from suppliers. The Group has worked closely with the suppliers and customers to mitigate the impact of supply disruption.

The prolonged factory closure and the continued outbreaks of Covid-19 globally will have an impact on the Group's FY2020 results. The Group will keep shareholders updated of any further material developments.

By Order of the Board

Dr Chen Mun
Chairman/Chief Executive Officer

11 March 2020