

POWERMATIC DATA SYSTEMS LIMITED

(Company Registration No. 198900414E)

(Incorporated in Singapore)

POWERMATIC GROUP'S OPERATIONS IN THE PEOPLE'S REPUBLIC OF CHINA

Powermatic Data Systems Limited (the "Company") and its subsidiaries ("the Group") wishes to announce that Compex (Suzhou) Co. Ltd and Compex Wireless (Suzhou) Co. Ltd – the Group's wholly owned subsidiaries in the People's Republic of China (the "PRC") have been subjected to mandatory closure, under the directive of the Suzhou local government, until 9 February 2020.

Compex (Suzhou) Co. Ltd (located in Suzhou – Jiangsu Province) houses substantially the Group production operations and research and development functions. Since the beginning of 2019, the Group has commenced establishing another production facility in Kulai, Malaysia. This facility is not fully operational as at the date of this announcement.

Based on the Group's financial years 2019 (ending 31 March) and 2020 (6 months ending 30 September 2019), contribution from the PRC market to Group's revenue is S\$2.71 million (or 12.9 per cent) and S\$ 0.95 million (or 6.7 per cent) respectively. The balance of the Group's revenue is from Europe, USA, Asia and other regions.

As at the date of this announcement, based on publicly available information, the situation in the PRC is volatile. The spread of #2019nCoV Novel Coronavirus has gone beyond the boundaries of the Hubei Province and have infected the population in all provinces in the PRC.

In the event that the government (local, provincial or central) were to impose further restrictions, such as but not limited to extend closure of businesses or travelling restrictions on the population, the operations of Compex (Suzhou) Co. Ltd will be disrupted.

Shareholders and investors will continue to be updated of material developments.

The Group, like in its previous financial years, would release its full year financial result in May 2020.

By Order of the Board

Dr Chen Mun
Chairman/Chief Executive Officer

3 February 2020