

HS OPTIMUS HOLDINGS LIMITED

(formerly known as KLW Holdings Limited)

(Company Registration No. 199504141D)

(Incorporated in the Republic of Singapore)

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE CATALIST RULES

Pursuant to Rule 706A of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist (“**Catalist Rules**”), the Board of Directors (the “**Board**”) of HS Optimus Holdings Limited (the “**Company**”) wishes to announce the following transactions and corporate actions that occurred during the six-month period ended 30 September 2020:

Completion of the disposal of indirect wholly-owned subsidiary

On 9 May 2020, the wholly-owned subsidiary of the Company, HS Optimus Resources Sdn Bhd (formerly known as KLW Resources Sdn Bhd) (the “**Seller**”), had completed the disposal of its entire-paid up capital contribution in Key Bay Furniture Co., Ltd (the “**Disposal**”) to BJTJ Industrial Co., Limited (the “**Purchaser**”), which is an unrelated third party, pursuant to a capital assignment agreement dated 9 July 2019 (“**CAA**”). Please refer to the prior announcements of the Company dated 10 July 2019 and 11 May 2020 for the salient details of the Disposal, including the total cash consideration payable for the Disposal and the factors taken into account in arriving at it, as well as the net asset value of Key Bay Furniture Co., Ltd.

As disclosed in the Company’s announcement dated 11 May 2020, in accordance with the CAA, the Purchaser has already paid to the Seller an amount of approximately US\$5.68 million (approximately S\$7.66 million¹), being an amount equivalent to 95% of the total consideration for the Disposal minus the deposit of approximately US\$0.99 million which was previously paid.

The balance amount of US\$0.35 million (approximately S\$0.47 million¹), being an amount equivalent to 5% of the consideration, will be paid to the Seller once both parties complete certain formalities in Vietnam and is expected to be received by the Seller within the current financial year ending 31 March 2021.

Voluntary deregistration and striking off of dormant subsidiaries

As disclosed in prior announcements of the Company dated 26 May 2020 and 15 June 2020 respectively, the Company had placed its dormant wholly-owned subsidiary incorporated in Australia, Ambertree Vic-Mel (Flinders) Pty Ltd, and its dormant indirect wholly-owned subsidiary incorporated in Singapore, Ambertree Development (Singapore) Pte. Ltd., under voluntary deregistration and striking off accordingly.

The above transactions and corporate actions are not expected to have any material effect on the net tangible assets or earnings per share of the Company for the current financial year ending 31 March 2021.

Save as disclosed in this announcement and other than through their respective shareholding interests in the Company or by reason only of being a director of the Company or any of its subsidiaries, none of the directors or controlling shareholders of the Company and their associates has any interest, direct or indirect, in the above transactions and corporate actions.

¹ For the purpose of this announcement, the currency exchange rate used throughout this announcement is US\$1: S\$1.348. Such exchange rate has been presented solely for information only and should not be constructed as representations that the relevant amounts have been or could be converted at the rates indicated or at any other rate.

By order of the Board
HS Optimus Holdings Limited

Gloria Wong
Executive Director
14 November 2020

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, R & T Corporate Services Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement including the accuracy or completeness of any of the figures used, statements, opinions or other information made or disclosed.*

This announcement has not been examined or approved by the SGX-ST. 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.

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