

(I) 14,617,993 BONUS WARRANTS IS NOW CONVERTIBLE TO NEW ORDINARY SHARES, AT AN EXERCISE PRICE OF S\$0.08 EACH FROM 15 JANUARY TO 8 APRIL 2022; AND

(II) TWO (2) DIRECTORS HAVE EXERCISED AN AGGREGATE OF 8,670,756 BONUS WARRANTS, COMPRISING 59.3% OF THE TOTAL ISSUED 14,617,993 BONUS WARRANTS

The board of directors ("**Board**") of A-Sonic Aerospace Limited (the "**Company**") refer to our earlier announcement on 26 May 2021. The Company had announced one (1) bonus warrant ("**Bonus Warrant**") for every four (4) existing shares of the Company. In our subsequent announcement dated 13 August 2021, we disclosed on page 13, that a total of 14,617,993 Bonus Warrant were issued.

The Bonus Warrants are exercisable from 15 January 2022 to 8 April 2022 (both dates inclusive).

The majority substantial shareholder and Director, Ms Janet Tan, had 8,446,306 Bonus Warrants as at 14 January 2022.

Another Director, Ms Irene Tay, had 224,450 Bonus Warrants as at 14 January 2022.

On 15 January 2022, each of the above two (2) Directors (collectively known as "**Two Directors**") has exercised an aggregate of 8,670,756 Bonus Warrants, and these are to be converted into 8,670,756 new ordinary shares.

After the exercise of the Bonus Warrants of the Two Directors, the enlarged share capital of the Company will increase to 67,150,052 shares on or about Friday, 21 January 2022, from the existing 58,479,296 issued shares as at the date of this announcement.

Solely for illustration purpose and assuming the Company's share price traded at \$0.605, similar to the closing price of \$0.605 as at 14 January 2022, the market capitalization of the Company would be approximately \$40.625 million on or about 21 January 2022, based on the enlarged share capital of 67,150,052. However, the market capitalization of the Company is required to exceed S\$40 million for six (6) months before the Company may apply to the SGX for exit from the SGX Watch List.

Notwithstanding the above illustration, there is no certainty on how the Company's share price may trade in the future. There is always the possibility that, in the future, the Company's share price may consistently trade lower than \$0.605. As a result, the Company would not achieve the SGX requisite \$40 million market capitalization. This and other factors prevailing in the future may affect the Company's exit from SGX Watch List.

The above illustration is based on the exercise of Bonus Warrants by only the Two (2) Directors, and excludes the other Bonus Warrants held by other shareholders. After the Two (2) Directors have exercised their Bonus Warrants, the remaining 5,947,237 Bonus Warrants held by other shareholders will still be available to be exercised to new ordinary shares of the Company between 15 January 2022 and 8 April 2022.

Announcement of Full Year Results for the Twelve (12) Months Ended 31 December 2021 ("FY 2021") will be on or about 28 February 2022

The Company's and subsidiaries' full year consolidated results for FY 2021 will be announced on or about 28 February 2022.

ISSUED BY ORDER OF THE BOARD

Loo Keat Choon
Joint Company Secretary

16 January 2022