

GLOBAL A&T ELECTRONICS LTD
(Incorporated in the Cayman Islands)
(the “**Issuer**”)

**Global A&T Electronics Ltd. Reaches Settlement with Approximately 44% of
Initial Noteholders and Approximately 83% of Additional Noteholders**

Cayman Islands, September 11, 2017 -- Global A&T Electronics Ltd. (the “Company”) announced today that it has reached an agreement with certain of its key stakeholders regarding the material economic terms of a restructuring that is intended to strengthen the Company’s capital structure while enabling its day-to-day business operations to continue without disruption.

More specifically, the material terms of the proposed restructuring, which are detailed on the term sheet attached hereto, are supported by: (1) approximately 44% of the holders of the Company’s 10% Senior Secured Notes due in 2019 issued in February 2013 (the “Initial Notes”); (2) approximately 83% of the holders of the Company’s 10% Senior Secured Notes due in 2019 issued in November 2013 (the “Additional Notes”); and (3) the Company’s existing equity sponsors.

Consummation of the restructuring will be subject to execution of definitive documentation (including a new shareholder agreement) and receipt of any necessary governmental or court approvals under applicable law.

Throughout the next steps in the restructuring process and beyond, trade creditors, suppliers and employees would continue to receive amounts owed to them in the ordinary course of business. The Company does not expect these matters to have any impact on its operations or its ability to fulfill customer obligations.

The proposed restructuring’s material economic terms contemplate the following:

- On the effective date, the Company’s shareholders will contribute their interests in, or the assets of, UTAC Manufacturing Services Pte. Ltd. and its direct and indirect subsidiaries, to the reorganized Company (the “UMS Business”).
- The holders of the Initial Notes will receive approximately \$540 million of the principal amount of the first lien senior secured notes issued by the Company, which notes will bear interest at 7.75% per year, have a 5-year tenor, and start accruing interest as of the earlier of consummation of the restructuring and January 1, 2018 (the “New Secured Notes”).
- In addition, the holders of the Initial Notes represented by Lowenstein Sandler LLP who are plaintiffs in the proceeding styled as GSO Coastline Credit Partners LP, et al. v. Global A&T Electronics Ltd., et al., which proceeding is pending before the Supreme Court of the State of New York (the “N.Y. Action”), will receive \$15 million of New Secured Notes and \$5 million in cash in full and final settlement of the claims and causes asserted in connection with the N.Y. Action and the fees and out-of-pocket expenses of Lowenstein Sandler LLP incurred in connection with the N.Y. Action shall be paid in full in cash.

- Holders of the Additional Notes will receive \$110 million in New Secured Notes and 30% of the common equity of Reorganized GATE, which equity interests will be subject to dilution by Reorganized GATE's management equity incentive plan. In addition, the unaffiliated holders of Additional Notes, in their capacity as shareholders of Reorganized GATE, will collectively have the right to appoint one (1) director to Reorganized GATE's Board of Directors, and will receive certain minority shareholder protections, the terms of which will be agreed to by the parties and included in a new shareholder agreement.
- The consummation of the restructuring, including the contribution of the UMS Business, will be subject to dismissal with prejudice of the N.Y. Action and approval of releases of, and an injunction with respect to, any and all claims and causes of action asserted by all third parties against GATE and the Equity Sponsors and each of their respective affiliates, whether in connection with the N.Y. Action or otherwise.

The Company expects to seek approval of the proposed restructuring through a court-supervised process or other applicable legal framework, as determined by GATE. If approved, the proposed restructuring, which contemplates a significant equity contribution by the Company's existing sponsors, would substantially reduce the Company's debt and semi-annual interest payments while providing greater value to Noteholders than they would otherwise receive under an alternative absent such an equity contribution by the sponsors. The Company believes that the proposed restructuring is a fair and appropriate resolution of the competing interests and positions of its stakeholders, one that would provide the company with a strengthened capital structure going forward.

Prior to the date hereof, the Company executed confidentiality agreements with certain holders of the Notes to facilitate discussions with those parties regarding the terms of a restructuring plan to address the Company's capital structure. Pursuant to those confidentiality agreements, the Company agreed to disclose publicly after the expiration of a period set forth in the confidentiality agreements a description of the discussions or negotiations that have taken place between the Company and the Noteholders party thereto concerning a restructuring of the Company, as well as certain confidential information concerning the Company that the Company has provided to the Noteholders. The information included as an exhibit to this press release and certain information posted on the Company's investor website referenced herein is being furnished to satisfy the Company's public disclosure obligations under the confidentiality agreements.

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11 September 2017