

ASCENT BRIDGE LIMITED
(Incorporated in the Republic of Singapore)
Co. Registration No. 198300506G

ANNOUNCEMENT

RESPONSE TO SGX QUERIES ON THE UNAUDITED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 SEPTEMBER 2024

The Board of Directors (“**Board**”) of Ascent Bridge Limited (“**Company**”) refers to the queries raised by the Singapore Exchange Regulation (“**SGX**”) and would like to provide further information.

Query 1

It is noted that the advances to related company, Capital Impetus Group Limited (“**CIG**”), of S\$2.8 million remain outstanding. It was disclosed that, “CIG and the Company have negotiated and agreed on a repayment settlement schedule in relation to the said advances in July 2024. The outstanding advances is expected to be fully repaid by 31 December 2025.” Please disclose the repayment settlement schedule, confirmation as to whether CIG has been making payment in accordance with the repayment settlement schedule, and whether there is any interest payable by CIG should there be delay and/or failure in repayment.

Response:

The repayment schedule is as below:

Payment term	Deadline	Amount payable
Within 6 months	31 December 2024	USD370,000
6-12 months	30 June 2025	USD740,000
12-18months	31 December 2025	Remaining balance of USD995,537.79

In according with the above repayment schedule, there is no interest payable by CIG should there be delay and/or failure in repayment. The first payment is supposed to be paid by 31 December 2024 and the Company has yet to receive the payment as of the date of the announcement.

Query 2

We refer to the current receivable from disposal of the aluminum extrusion business of S\$1 million. Based on the Company’s earlier submission, “Mr. Sun Quan has represented to the Board that the Company has yet to receive a written confirmation from the purchaser on the payment of the remaining amount of S\$1.0 million. The purchaser has been given until 31 July 2024 to provide the confirmation, failing which, the Company intends to initiate legal proceedings against the purchaser.” Please disclose:

- (i) whether the Company has received the written confirmation from the purchaser on the payment of the remaining amount of S\$1 million;
- (ii) the Company's plans to recover the receivable from disposal of the aluminum extrusion business receivable;
- (iii) what were the actions taken to recover the receivable from disposal of the aluminum extrusion business; and
- (iv) the Board's assessment of the recoverability of the remaining receivable from disposal of the aluminum extrusion business.

Response:

- (i) No, the Company has not received the written confirmation from the purchaser on the payment of the remaining amount of S\$1million
- (ii) For the reason of lack of funds, the Company would take legal action to recover the S\$1M receivable after the completion of the placement issue.
- (iii) The Chairman and Chief Executive Officer of the Company, Mr. Sun Quan, is following up closely with the purchaser of the aluminum extrusion business. The total proceeds from disposal of the aluminum extrusion business are S\$1.5mil, out of which, payment of S\$500k was received by the Company.
- (iv) Due to lack of indication of when and how much this amount will be recovered, the Board has assessed and agreed to make a provision for doubtful debt of S\$1mil on the remaining receivables during FY2024. Our auditor agreed with the impairment.

Query 3

Please provide information on the Group's inventory turnover days.

Response:

The Group's inventory turnover days in 1H FY2025 is 2,016 days (1H FY2024: 1,452 days). The inventory turnover is slower due to lower marketing and sales activities. The stocks of inventory are packed for long shelf life.

Query 4

Please disclose a breakdown of trade and other payables/other payables amounting to S\$1.92 million as at 30 September 2024. For other payables, please disclose the aging and nature of these other payables and whether the counterparties are related parties.

Response:

Trade and other payable

30 September 2024

\$'000

Trade payables

650

Other payables:

- Third parties	590
- Accrued expense	
○ Accrued salary and CPF	112
○ Accrued other operating expenses	169
○ Accrued directors' fees	159
○ Provision for reinstatement cost	40
○ Accrued professional fees	<u>209</u>
	<u>689</u>

Total other payables

1,279

Aging of other payables to third parties:

	Current	<30 days	31-90 days	>90 days	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Other payables to third parties	16	341	55	178	590

By Order of the Board

Qiu Peiyuan
Joint Executive Chairman & Joint CEO

Sun Quan
Joint Executive Chairman & Joint CEO

6 December 2024