

INCORPORATION OF WHOLLY-OWNED SUBSIDIARY

The board of directors (the “Board”) of AsiaPhos Limited (the “Company” and together with its subsidiaries, the “Group”) refer to the announcement dated 22 March 2023, 12 June 2023, 28 June 2023, 3 July 2023, 14 August 2023 and 24 August 2023 in connection with the cooperation agreement with Sichuan Rongda Yuexiang Chemical Group Co Ltd (“Rongda”) and wishes to announce that the Company’s subsidiary, Sichuan Mianzhu Norwest Phosphate Chemical Co Ltd (the “SMNPC”) has received approval from Mianzhu City Administrative Approval Bureau for the incorporation of a wholly-owned subsidiary in People’s Republic of China under the name of Sichuan Rongdafeng Chemical Co Ltd (the “Sichuan Rongdafeng”) on 19 September 2023.

The registered capital of Sichuan Rongdafeng is RMB90 million. No capital is paid in yet as SMNPC will transfer the P4 Plant and agreed liabilities into Sichuan Rongdafeng at an appropriate time.

The principal activities of the Sichuan Rongdafeng are those relating to the production and sale of chemical products.

None of the directors or substantial shareholders of the Company, have any interest, direct or indirect, in the incorporation of the Sichuan Rongdafeng, save for their respective interests arising by way of their directorships and/or shareholdings, as the case may be, in the Company.

The incorporation of Sichuan Rongdafeng is not expected to have any impact on the earnings per share or net tangible assets per share of the Group for the current financial year ending 31 December 2023 unless the transaction with Rongda is completed. Management is continuing discussions with Rongda and potential buyer so that the transaction can be completed despite Rongda’s financial difficulty. As at the date of this announcement, a potential buyer is conducting due diligence on the P4 Plant.

The Company will make such further announcements at the appropriate juncture, as and when there are material developments in relation to the above matter.

Shareholders and investors are advised to exercise caution when dealing in the Company’s shares. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company’s securities.

BY ORDER OF THE BOARD

Dr. Ong Hian Eng
 Executive Director
 AsiaPhos Limited

20 September 2023

*This announcement has been reviewed by the Company's Sponsor, Asian Corporate Advisors Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange 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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