ADVANCE SCT LIMITED
(Company Registration Number: 200404283C)

CAPITALISATION OF DEBT – SAFFRON ELITE LTD

The Board of Directors ("**Board**") of Advance SCT Limited ("**Company**") refers to its announcement dated 9 July 2017 in relation to a supplemental agreement with Saffron Elite Ltd ("**Saffron**") dated 1 July 2017, to restructure the S$1.34 million (including interest calculated up to 1 July 2017) owing by the Company ("**Scheme Debt**"). Saffron was one of the creditors under the 2011 Scheme of Arrangement and is the sole remaining creditor from the 2011 Scheme of Arrangement as at 28 January 2016.

The Board is pleased to announce that Saffron has agreed today (10 July 2017) to capitalize the Scheme Debt as well as a working capital loan of S$1.5 million that it has extended to the Company's wholly-owned subsidiary Asiapac Recycling Pte Ltd ("**Asiapac**") on 1 March 2016 (the debt owed by the Company and Asiapac to Saffron collectively known as the "**Saffron Debt**"), as part of a Debt Capitalisation Exercise that the Company is planning to implement. Upon capitalization of the Saffron Debt, the Group's debt burden will be substantially reduced.

Further announcements will be made in connection with the progress of the Debt Capitalisation Exercise as and when there are material developments.

Shareholders and potential investors are advised to exercise caution when trading in the shares of the Company. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

By Order of the Board
Advance SCT Limited

Simon Eng
Chief Executive Officer
10 July 2017