

AA GROUP HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
(Company Registration Number: 200412064D)
(the “**Company**”)

**MEMORANDUM OF UNDERSTANDING DATED 14 JANUARY 2019 WITH ONEASIA NETWORK
(PTE.) LIMITED**

1. INTRODUCTION

The Board of Directors (the “**Board**”) of AA Group Holdings Ltd. (the “**Company**”) wishes to announce that the Company has on 14 January 2019 entered into a Memorandum of Understanding (“**MOU**”) with OneAsia Network (Pte.) Ltd. (“**OneAsia**”) whereby the parties have agreed to negotiate exclusively for a period of twelve (12) months from the date of the MOU (or such other longer period as the parties may agree from time to time) with regards to any potential joint venture, investment and/or collaboration in relation to the development of data centres and/or the development of the plot of land at 60 Benoi Road, Singapore 629906.

2. BACKGROUND OF ONEASIA

OneAsia is a private company established in 2007 in Singapore. The director and sole shareholder of OneAsia is Mr Charles Lee Chung Tak, the founder and CEO of Legan Development Limited (“**Legan**”) and its subsidiaries including OneAsia. Legan is a private company established in 2001 in British Virgin Islands, with headquarters in Hong Kong as well as offices in mainland China, Vietnam, Thailand, Malaysia and Singapore.

The core businesses of OneAsia and its associated companies are:-

- colocation data centre services and connectivity;
- advanced information technology solutions including cloud infrastructure, big data solutions and multi-cloud managed services;
- design and building of mission critical environment mainly in data centres, clean rooms, laboratories, hi-tech eco buildings;
- manufacturing and distribution of mission critical equipment; and
- cross-border e-commerce practice with direct access to end users in China’s consumer market to capture vast B2C potential and big data.

OneAsia offers end-to-end holistic cloud computing and data centre solutions and business intelligence to businesses of all sizes. OneAsia has extensive experience in managing data centres in countries such as China (including Hong Kong) and Singapore, and has plans to expand its business in Asia Pacific.

Besides OneAsia, the other associated companies of Legan which have experience in designing, building, maintaining and operating data centres are Newtech Technology Holdings Ltd (“**Newtech**”) and ReachTec Technology Company Limited (“**ReachTec**”).

Newtech is a private company established in 1992 in Hong Kong and is a subsidiary of Legan. Newtech has extensive experience in designing and building data centres, having built an aggregate of more than 3 million square feet worth of data centres, and provided facility management services for an aggregate of over 4 million square feet worth of data centres across 15 cities in the Asia Pacific region.

ReachTec is the manufacturing arm of Legan, and currently has four subsidiaries (RC Asia, Macro-Station, PN Technology and InnovaTech), covering a wide range of mission critical electric, mechanical, infrastructure and information technology products for data centre applications.

3. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in OneAsia or the MOU, other than through their respective shareholdings (if any) in the Company.

4. CAUTION IN TRADING

Shareholders are advised to exercise caution in trading their shares. There is no certainty or assurance as at the date of this announcement that the negotiations will be successful. The Company will make the necessary announcements when there are further developments. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

AA Group Holdings Ltd.
Lai Choong Hon
Executive Director
14 January 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume 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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