

PACIFIC STAR DEVELOPMENT LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 198203779D)

UPDATE IN RESPECT OF NOTIFICATION OF DELISTING

1. The Board of Directors (the “**Board**”) of Pacific Star Development Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to its announcements dated 27 April 2023, 15 May 2023 and 18 May 2023 in relation to the Delisting Notification (the “**Delisting Notification Announcements**”). Unless otherwise defined herein, capitalised terms shall have the meanings as ascribed to them in the Delisting Notification Announcements.
2. As stated in the Delisting Notification Announcement dated 15 May 2023, the Company’s controlling shareholders have declined to make any Exit Offer. In the Delisting Notification Announcement dated 18 May 2023, the Company clarified and confirmed that it is unable to provide an Exit Offer as the Company is not in a position, nor does it have the financial resources, to make an Exit Offer. Pursuant to further clarifications sought by the SGX RegCo, the Company furnishes the following elaboration on its position not to make an Exit Offer.
3. As disclosed in the Company’s and Group’s latest results announcement for the financial period ended 31 March 2023, which was released on 15 May 2023, the Group has loans and borrowings of S\$270.7 million and a capital deficiency of S\$173.2 million. In terms of cash in bank as at 31 March 2023, the Company has cash in bank of S\$9,000 whilst the Group has approximately S\$3.1 million. However, the Group’s cash in bank is at the principal subsidiary level and is needed for the continuation of the operations (payroll, maintenance, contractor payments and other operating expenses) of that subsidiary. There is inadequate cash to make any meaningful Exit Offer. Thus, on the aforementioned basis, the Company is not in a position to make an Exit Offer.
4. An Exit Offer by the Company would have encompassed a liquidation or similar mechanism to distribute residual cash (if any) to shareholders. Pursuant to Rule 1308 of the Catalist Rules, the Company has considered and is of the view that a voluntary liquidation would not be a viable exit option as it is unlikely for any residual cash to be paid to shareholders if a voluntary liquidation is carried out based on the rationale highlighted in paragraph 3. As such, post-delisting, the Company will continue to exist as an unlisted public limited company.
5. Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors should exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

ON BEHALF OF THE BOARD

Ying Wei Hsein
Executive Chairman
31 May 2023

This announcement has been reviewed by the Company’s Sponsor, SAC Capital Private Limited (the “**Sponsor**”).

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) and the SGX-ST 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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