

ALLIED TECHNOLOGIES LIMITED
(Incorporated in the Republic of Singapore)
(Registration Number 199004310E)

MONTHLY VALUATION OF CASH BALANCES AND UTILISATION OF CASH

Pursuant to the notice of compliance issued by Singapore Exchange Regulation Pte Ltd ("**SGXRegCo**") dated 8 May 2019 (the "**8 May NOC**"), the Board of Directors (the "**Board**") of Allied Technologies Limited (the "**Company**") and together with its subsidiaries, the "**Group**") wishes to announce the following:

- (a) the Group's cash balances as at 31 July 2019 are as follows:

	\$'000
Cash balances:	
Cash and bank balances	6,120
	<u>6,120</u>

Reference is made to the announcement dated 30 July 2019 in relation to the responses to queries from SGXRegco and the Company's Sponsor, Stamford Corporate Services Pte. Ltd., the Company has on 26 July 2019 and in compliance with paragraph 14 of the 8 May NOC, opened an escrow account with a local bank (the "**New Escrow Account**"). For the reasons set out at the Company's response to Query 4, as set out in the Company's announcement dated 30 July 2019, the Company is, at present, unable to place any cash and bank balances in excess of the Group's operational requirements in the New Escrow Account.

- (b) the Group's utilisation of cash in the month of July 2019 is as follows:

	\$'000
Closing balance as at 30 June 2019	4,507
Foreign currency revaluation and cash-in-transit	63
	<u>4,570</u>
Opening balance as at 1 July 2019 (Note A)	4,570
<u>Cash inflows:</u>	
Receipts from customers and other receivables	12,208
Interest received	9
Drawdown of bank borrowings	1,727
Proceeds from disposal of property, plant and equipment	185
	<u>14,129</u>
Less:	
<u>Cash outflows:</u>	
Payment to suppliers	(8,739)
Staff costs and related expenses	(1,495)
Other operating expenses	(595)
Purchase of property, plant and equipment	(439)
Repayment of bank borrowings and interest	(1,327)
	<u>(12,595)</u>

Foreign currency revaluation	16
Closing balance as at 31 July 2019	6,120

The figures set out in a and b above have not been audited or reviewed by the Company's auditors.

Note A:

Reference is made to:

- (a) the 8 May NOC, and in particular, the funds which have been deposited by the Company into an escrow account held by JLC Advisors LLP ("**JLC**"), a Singapore law firm; and
- (b) the announcements of the Company on 23 May 2019, 25 May 2019, 28 May 2019 and 29 May 2019 in relation to escrow monies deposited with JLC.

The opening balance as at 1 July 2019 is not inclusive of the funds which have been deposited with JLC.

The Company is monitoring the situation closely and will take rigorous steps to protect its interests and the recovery of escrow funds of \$33.15 million from JLC. The Company's current response to this matter has also been highlighted in the Company's announcement dated 30 July 2019. In the event that the Company is able to recover any funds from JLC, the Company, will in compliance with paragraph 14 of the 8 May NOC, place such funds that are in excess of the Group's operational requirements in the New Escrow Account. The Company will continue to provide further updates to shareholders on subsequent material developments.

ORDER OF THE BOARD

Leow Wee Kia Clement
Chief Executive Officer and Executive Director
7 Aug 2019

*This announcement has been reviewed by the Company's sponsor, Stamford Corporate Services Pte Ltd (the "**Sponsor**"). It 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.*

The contact person for the Sponsor is Mr. Bernard Lui, Telephone: +65 6389 3000, Email: bernard.lui@morganlewis.com.