ARTIVISION TECHNOLOGIES LTD.
(Incorporated in the Republic of Singapore)
(Company Registration No. 200407031R)

(I) MONTHLY VALUATION OF ASSETS AND UTILISATION OF CASH; AND

(II) QUARTERLY UPDATE OF MILESTONES IN OBTAINING A NEW BUSINESS,

IN ACCORDANCE WITH RULE 1017(1)(b) OF THE CATALIST RULES

Pursuant to Rule 1017(1)(b) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist (the "**Catalist Rules**"), the board of directors (the "**Board**") of Artivision Technologies Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce the following:-

(I) Monthly valuation of assets and utilisation of cash

(a) The Company's assets and liabilities as at 30 Jun 2019 were as follows:-

	S$'000
Assets	
Cash and bank balances[(1)]	1,020
Prepayments	11
Other receivables	1
Total assets	1,032
Less:-	
Liabilities	
Other payables[(2)]	2,075
Bond payables	6,875
Loan from a shareholder[(3)]	200
Total liabilities	9,150
Net liabilities	**8,118**

(b) The Company's utilisation of cash in the month of June 2019 was as follows:-

	S$'000
Opening cash and bank balances[(1)]	1,018
Add:-	
Loan from a shareholder[(3)]	50
Less:-	
Employee benefit expenses[(4)]	(43)
Administrative expenses	(1)
Legal and professional fees	(4)
Closing cash and bank balances[(1)]	1,020

Notes:-

(1) Cash and bank balances include S$1.00 million (comprising the final tranche payment of the total consideration for the disposal of Artimedia Pte. Ltd.) placed in an escrow account opened by the Company in December 2018, pursuant to the "no objections" letter issued by the SGX-ST in relation to, *inter alia*, the Company's application for waiver from compliance with Rule 1017(1)(a) of the Catalist Rules. Please refer to the Company's announcements dated 5 April 2018 and 11 July 2018 for further information.

(2) Other payables comprise mainly accrued interest on the bonds payable.

(3) The Company's controlling shareholder, Mr Ching Chiat Kwong who had undertaken to provide adequate funds to the Group to enable it to continue operating on a going concern basis, has entered into an unsecured loan agreement with the Company in March 2019 pursuant to which Mr Ching Chiat Kwong grants a loan to the Company of a principal amount of S$300,000 to be disbursed in monthly instalments of S$50,000 per month beginning from the month of March 2019, at an interest rate of 10% per annum.

(4) The increase in employee benefits expenses in June 2019 was due mainly to the repayment of salary to employees in arrears and final termination payment (including payment in lieu of notice and leave encashment) to a staff.

All figures set out in this announcement have not been reviewed or audited by the Company's auditors.

(II) Quarterly update of milestones in obtaining a new business

*Unless otherwise defined, all capitalised terms used herein shall bear the meanings ascribed to them in the Company's previous announcements dated 31 October 2017, 31 January 2018, 2 May 2018, 2 January 2019, 11 January 2019 and 15 April 2019 (the "**Previous Announcements**").*

On 31 October 2017 ("**HOA Announcement**"), the Company announced that it had entered into a non-binding heads of agreement with Mobile Credit Payment Pte. Ltd. ("**Target Company**") in respect of the proposed acquisition by the Company of all the ordinary shares and convertible bonds issued by the Target Company (the "**Proposed Acquisition**"). On 2 May 2018 ("**SPA Announcement**"), the Company announced that it had, on 27 April 2018, entered into a conditional sale and purchase agreement (the "**SPA**") with the shareholders and bondholders of the Target Company in relation to the Proposed Acquisition. Please refer to the HOA Announcement and the SPA Announcement for further details of the Proposed Acquisition.

On 11 January 2019 ("**Extension Announcement**"), the Company announced that the parties to the SPA ("**Parties**") have mutually agreed in writing to extend the Long Stop Date for a period of six (6) months to 30 June 2019, or such other date as the parties to the SPA may agree. Save for the extension of the Long Stop Date, all other provisions of the SPA remain unchanged. Please refer to the Extension Announcement for further details. On 28 June 2019, the Company announced that the Parties are currently in discussions to amend certain terms of the SPA or to execute an amended and restated sale and purchase agreement with respect to the Proposed Acquisition. As at the date of this announcement, the aforesaid discussions have not been finalised and the Company will make an appropriate announcement when there are any material developments in respect of the discussions.

The Proposed Acquisition is taking longer than anticipated, largely attributable to the Target Company's devotion of resources to its purchase of I-Fashion Pte. Ltd. which did not come to fruition. The Company is currently working with the professionals to conduct the necessary due diligence on the Target Company and its subsidiaries and will update shareholders in due course as and when there are further material developments on the Proposed Acquisition.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company as the Proposed Acquisition is subject to certain conditions, and there is no certainty or assurance as at the date of this announcement that the Proposed Acquisition will be completed.

Shareholders are advised to read the Previous Announcements, this announcement and any further announcements by the Company carefully, and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors immediately if they have any doubt about the actions they should take.

By Order of the Board
HARRY NG

Non-Executive Chairman & Independent Director
17 July 2019

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "**Sponsor**"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist.*

This announcement has not been examined or approved by 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 Ms. Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.