

APPENDIX DATED 16 JULY 2018

THIS APPENDIX IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.

If you are in any doubt as to the action you should take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser immediately.

If you have sold or transferred all your ordinary shares in the capital of mm2 Asia Ltd. (the "**Company**"), you should immediately forward this Appendix together with the Notice of Annual General Meeting and the accompanying Proxy Form to the purchaser or transferee or to the bank, stockbroker or other agent through whom you effected the sale or transfer for onward transmission to the purchaser or transferee.

The Singapore Exchange Securities Trading Limited assumes no responsibility for the accuracy of any of the statements made, reports contained or opinions expressed in this Appendix.



MM2 ASIA LTD.

(Company Registration number 201424372N)
(Incorporated in Singapore on 20 August 2014)

APPENDIX TO THE NOTICE OF AGM

in relation to

THE PROPOSED RENEWAL OF THE SHARE PURCHASE MANDATE

IMPORTANT DATES AND TIMES:

Last date and time for lodgement of Proxy Form	:	29 July 2018 at 1.30 p.m.
Date and time of Annual General Meeting	:	31 July 2018 at 1.30 p.m. (or as soon thereafter following the conclusion or adjournment of the extraordinary general meeting of the Company to be held at 1.00 p.m. on the same day and at the same place)
Place of Annual General Meeting	:	2mm Talent Hub 1 Zubir Said Drive #01-01 School of the Arts Singapore 227968

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DEFINITIONS

In this Appendix, the following definitions apply throughout unless the context otherwise requires:-

"Act"	: The Companies Act (Chapter 50) of Singapore
"ACRA"	: The Accounting and Corporate Regulatory Authority of Singapore
"AGM"	: Annual general meeting
"Annual Report"	: The annual report of the Company for the financial year ended 31 March 2018
"CDP"	: The Central Depository (Pte) Limited
"Company"	: mm2 Asia Ltd.
"Constitution"	: The constitution of the Company as amended or modified from time to time
"Directors"	: The directors of the Company for the time being
"EPS"	: Earnings per Share
"Existing Share Purchase Mandate"	: The share purchase mandate approved by Shareholders at the AGM of the Company held on 27 July 2017
"FY"	: The financial year ended or ending 31 March
"Group"	: The Company and its subsidiaries
"Latest Practicable Date"	: The latest practicable date prior to the printing of this Appendix, being 26 June 2018
"Listing Manual"	: The listing manual of the SGX-ST
"Market Day"	: A day on which the SGX-ST is open for trading in securities
"Notice of AGM"	: The notice of the AGM to be convened and held on 31 July 2018, as set out in the Annual Report
"NTA"	: Net tangible assets, being net assets less intangible assets (excluding non-controlling interest)
"Off-Market Purchase"	: Off-market share acquisition

"On-Market Purchase"	: On-market share acquisition
"Relevant Period"	: The period commencing from the date on which the AGM is held and the resolutions on the Share Purchase Mandate are passed and expiring on the date the next AGM of the Company is held or is required by law to be held, or the date on which the purchases of the Shares are carried out to the full extent mandated, whichever is earlier, unless prior to that, it is varied or revoked by resolution of the Shareholders of the Company in general meeting
"Rule 14"	: Rule 14 of the Take-over Code
"Securities Account"	: A securities account maintained by a Depositor with CDP (but does not include a securities sub-account)
"SGXNET"	: The corporate announcement system maintained by the SGX-ST for the submission of announcements by listed companies
"SGX-ST"	: The Singapore Exchange Securities Trading Limited
"Share Purchase"	: The purchase of Shares by the Company pursuant to the Share Purchase Mandate
"Shareholders"	: The registered holders of the Shares, except that where the registered holder is CDP, the term "Shareholders" shall, in relation to such Shares, mean the Depositors in the Depository Register and whose Securities Accounts maintained with CDP are credited with those Shares
"Shares"	: Ordinary shares in the issued share capital of the Company
"Share Purchase Mandate"	: The proposed general and unconditional mandate to authorise the Directors to exercise all the powers of the Company to purchase, on behalf of the Company, Shares in accordance with the terms set out in this Appendix
"SIC"	: Securities Industry Council
"Subsidiary Holdings"	: Shares referred to in Sections 21(4), 21(4B), 21(6A) and 21(6C) of the Companies Act

- "S\$" and "cents"** : Singapore dollars and cents respectively, being the lawful currency of Singapore
- "Take-over Code"** : The Singapore Code on Take-overs and Mergers
- "%" or "per cent."** : Percentage or per centum

The terms "**Depositor**", "**Depository Register**" and "**Depository Agent**" shall have the meanings ascribed to them respectively in Section 81SF of the Securities and Futures Act (Chapter 289) of Singapore (the "**SFA**").

The terms "**associate**" and "**controlling shareholders**" shall have the meanings ascribed to them in the Listing Manual.

The terms "**subsidiaries**", "**substantial Shareholders**" and "**related corporations**" and "**treasury share**" shall have the meanings ascribed to them respectively in the Act.

Except where specifically defined, the terms "**we**", "**us**" and "**our**" in this Appendix refer to mm2 Asia Ltd.

Words importing the singular shall, where applicable, include the plural and *vice versa*. Words importing the masculine gender shall, where applicable, include the feminine and neuter genders and *vice versa*. References to persons shall, where applicable, include corporations.

The headings in this Appendix are inserted for convenience only and shall be ignored in construing this Appendix.

Any discrepancies in the tables in this Appendix between the listed amounts and the totals thereof are due to rounding. Accordingly, figures shown as totals may not be an arithmetic aggregation of the figures that precede them.

Any reference in this Appendix to any enactment is a reference to that enactment as for the time being amended or re-enacted. Any word defined under the Act, the SFA, the Listing Manual, the Take-over Code or any statutory modification thereof and not otherwise defined in this Appendix shall, where applicable, have the same meaning assigned to it under the Act, the SFA, the Listing Manual, the Take-over Code or any statutory modification thereof, as the case may be.

Any reference to a time of day and date in this Appendix is made by reference to Singapore time and date unless otherwise stated.

APPENDIX TO SHAREHOLDERS

MM2 ASIA LTD.

(Incorporated in the Republic of Singapore)
(Company Registration Number 201424372N)

Directors:

Melvin Ang Wee Chye
(*Founder, Executive Chairman, Executive Director*)

Tan Liang Pheng
(*Lead Independent Director*)

Jack Chia Seng Hee
(*Independent Director*)

Thomas Lei Chee Kong
(*Independent Director*)

Mak Chi Hoo
(*Non-Executive Director*)

Chia Choon Hwee Dennis
(*Non-Executive Director*)

Registered Office:

1002 Jalan Bukit Merah
#07-11 Singapore 159456

Date : 16 July 2018

To : The Shareholders of mm2 Asia Ltd.

Dear Sir/Madam

THE PROPOSED RENEWAL OF THE SHARE PURCHASE MANDATE

1. INTRODUCTION

- 1.1 We refer to item ten (10) of the Notice of AGM of the Company which is an ordinary resolution to be proposed at the AGM for the renewal of the Company's Share Purchase Mandate. The purpose of this Appendix is to provide Shareholders with information relating to the renewal of the Share Purchase Mandate.
- 1.2 Approval of Shareholders for the proposed renewal of the Share Purchase Mandate will be sought at the AGM to be held on 31 July 2018 at 1.30 p.m. (or as soon thereafter following the conclusion or adjournment of the extraordinary general meeting of the Company to be held at 1.00 p.m. on the same day and at the same place), notice of which is set out in the Notice of AGM.

APPENDIX TO SHAREHOLDERS

- 1.3 The SGX-ST assumes no responsibility for the correctness of any of the statements made, opinions expressed or reports contained in this Appendix. If any Shareholder is in doubt as to the action he should take, he should consult his stockbroker, bank manager, solicitor, accountant or other professional adviser immediately.

2. THE PROPOSED RENEWAL OF THE SHARE PURCHASE MANDATE

2.1 Introduction

Any purchase or acquisition of Shares by the Company would have to be made in accordance with and in the manner prescribed by, the Act and the rules of the Listing Manual and such other laws and regulations as may, for the time being, be applicable.

It is also a requirement that a company which wishes to purchase or acquire its own shares should obtain approval from its shareholders to do so at a general meeting of its shareholders. Shareholders had approved the Existing Share Purchase Mandate at the AGM of the Company held on 27 July 2017. Accordingly, Shareholders' approval is being sought for the renewal of the Share Purchase Mandate.

If the renewal of the Share Purchase Mandate is approved by Shareholders, it will remain in force during the Relevant Period. The Share Purchase Mandate may be put to Shareholders for renewal at each subsequent AGM of the Company.

2.2 Rationale for the Share Purchase Mandate

The Company proposes to seek Shareholders' approval for the proposed renewal of the Share Purchase Mandate to give Directors the flexibility to purchase the Shares if and when circumstances permit, with the objective of increasing Shareholders' value and to improve, *inter alia*, the return on equity of the Group. Share Purchases are one of the ways through which Shareholders' value may be enhanced.

The Directors believe that the Share Purchase Mandate provides the Company with a mechanism to facilitate the return of surplus cash over and above the Group's working capital requirements, in an expedient and cost-efficient manner. Share Purchases also allow the Directors to exercise control over the Company's capital structure, dividend pay-out and cash reserves and, depending on market conditions, may lead to an enhancement of the EPS and/or NTA per Share. The Directors further believe that Share Purchases may also help to mitigate short-term market volatility and offset the effects of share price speculation.

If and when circumstances permit, the Directors will decide whether to effect the Share Purchases, after taking into account factors such as the amount of surplus cash available and the prevailing market conditions.

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The Share Purchases will only be undertaken as and when the Directors consider it to be in the best interests of the Company and/or Shareholders. No Share Purchases will be made in circumstances which the Directors believe will have or may have a material adverse effect on the financial position, liquidity and/or listing status of the Company and the Group, and the working capital requirements and gearing level of the Company and the Group.

2.3 Authority and Limits of the Share Purchase Mandate

The authority and limitations placed on the purchases or acquisitions of Shares by the Company pursuant to the Share Purchase Mandate, if approved at the AGM, are summarised below.

(a) Maximum Number of Shares

Only Shares which are issued and fully paid may be purchased or acquired by the Company.

The total number of Shares which may be purchased or acquired by the Company pursuant to the Share Purchase Mandate during the Relevant Period or within any one (1) financial year of the Company, whichever is the earlier, is limited to that number of Shares representing not more than two per cent. (2%) of the issued ordinary share capital of the Company excluding treasury shares and Subsidiary Holdings as at the date of the AGM at which the Share Purchase Mandate is approved, unless the Company has effected a reduction of the share capital of the Company in accordance with the applicable provisions of the Act at any time during the Relevant Period, in which event the issued ordinary share capital of the Company shall be taken to be the amount of the issued ordinary share capital of the Company as altered. Any of the Shares held by the Company as treasury shares shall be disregarded for purposes of computing the two per cent. (2%) limit.

For illustrative purposes only, based on 1,162,804,610 issued Shares (excluding treasury shares and Subsidiary Holdings) as at the Latest Practicable Date, and assuming that no further Shares are issued on or prior to the forthcoming AGM, the purchase or acquisition by the Company pursuant to the Share Purchase Mandate of up to two per cent. (2%) of its issued Shares will result in the purchase or acquisition of 23,256,092 Shares (excluding treasury shares and Subsidiary Holdings).

(b) Duration of Authority

Purchases or acquisitions of Shares may be made, at any time and from time to time, on or from the date of the AGM at which the Share Purchase Mandate is approved up to, the earliest of:-

- (i) the date on which the next AGM of the Company is held or required by law to be held;

APPENDIX TO SHAREHOLDERS

- (ii) the date on which the authority conferred by the Share Purchase Mandate is revoked or varied by the Company in general meeting, whichever is the earlier; or
- (iii) the date on which the Share Purchases are carried out to the full extent of the Share Purchase Mandate.

(c) Manner of Purchase or Acquisition of Shares

The Shares may be purchased or acquired by way of:–

- (i) an On-Market Purchase transacted on the SGX-ST trading system, through one or more duly licensed stockbrokers appointed by the Company for such purpose; and/or
- (ii) an Off-Market Purchase pursuant to an equal access scheme(s) as may be determined or formulated by the Directors in their discretion, which scheme(s) shall satisfy all the conditions prescribed by the Act, and otherwise be in accordance with all other laws, the Listing Manual and other regulations and rules of the SGX-ST.

(d) Information on Off-Market Purchases

As prescribed by the Act, Off-Market Purchases pursuant to an equal access scheme must satisfy all the following conditions:–

- (i) offers for the purchase or acquisition of Shares shall be made to every person who holds issued Shares, to purchase or acquire the same percentage of their issued Shares;
- (ii) all of those persons shall be given a reasonable opportunity to accept the offers made to them; and
- (iii) the terms of all the offers must be the same, except that there shall be disregarded:-
 - (A) differences in consideration attributable to the fact that offers may relate to Shares with different accrued dividend entitlements;
 - (B) if applicable, differences in consideration attributable to the fact that offers relate to Shares with different amounts remaining unpaid; and
 - (C) differences in the offers introduced solely to ensure that each person is left with a whole number of Shares.

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In addition, the Listing Manual requires that in the making of an Off-Market Purchase, the Company must issue an offer document to all Shareholders which must contain at least the following information:–

- (i) the terms and conditions of the offer;
 - (ii) the period and procedures for acceptances;
 - (iii) the reasons for the proposed Share Purchase;
 - (iv) the consequences, if any, of the proposed Share Purchase that will arise under the Take-over Code or other applicable take-over rules;
 - (v) whether the proposed Share Purchase, if made, could affect the listing of the Company's Shares on the SGX-ST;
 - (vi) details of any Share Purchase made by the Company in the previous 12 months (whether On-Market Purchases or Off-Market Purchases in accordance with an equal access scheme), specifying the total number of Shares purchased, the purchase price per Share or the highest and lowest prices paid for such Share Purchases, where relevant, and the total consideration paid for such Share Purchases; and
 - (vii) whether the Shares purchased by the Company will be cancelled or kept as treasury shares.
- (e) **Maximum Price to be Paid for the Shares**

The purchase price (excluding brokerage, stamp duties, commission, applicable goods and services tax, and other related expenses) to be paid for the Shares will be determined by the Directors.

However, the purchase price to be paid for the Shares as determined by the Directors must not exceed:-

- (i) in the case of On-Market Purchases, 105% of the Average Closing Price of the Shares; and
- (ii) in the case of Off-Market Purchases, 120% of the Average Closing Price of the Shares,

in each case, excluding brokerage, stamp duties, commission, applicable goods and services tax and other related expenses of the purchase or acquisition (the "**Maximum Price**").

For the purpose of determining the Maximum Price:-

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"Average Closing Price" means the average of the closing market prices of a Share over the last five (5) Market Days on which transactions in the Shares were recorded, immediately preceding the date of the Share Purchase by the Company or, as the case may be, the date of the making of the offer pursuant to the Off-Market Purchase, and deemed to be adjusted for any corporate action which occurs after the relevant 5-day period.

"date of the making of the offer" means the date on which the Company announces its intention to make an offer for the purchase or acquisition of Shares from holders of Shares, stating therein the purchase price (which shall not be more than the Maximum Price determined on the foregoing basis) for each Share and the relevant terms of the equal access scheme(s) for effecting the Off-Market Purchase.

2.4 Status of Purchased Shares

The Shares purchased by the Company may be held in treasury as treasury shares. Upon the purchase of the treasury shares, the Company will be registered as a member in respect of the treasury shares but will not have the right to attend or vote at meetings or receive dividends in respect to them. However, the allotment of shares as fully paid bonus shares in respect of treasury shares is allowed. Also, a subdivision or consolidation of any treasury share into treasury shares of a greater or smaller number is allowed so long as the total value of the treasury shares after the subdivision or consolidation is the same as before.

The Act currently restricts the maximum permitted holding, as treasury shares, of the number of Shares of the relevant class of shares to ten per cent. (10%) of the total number of issued Shares. Any treasury share which exceeds this must either be disposed of or cancelled within six (6) months after the limit is first exceeded.

Disposal options (exercisable at any time) available to the Company holding treasury shares are as follows:-

- (a) sell the treasury shares (or any of them) for cash;
- (b) transfer the treasury shares (or any of them) for the purposes of or pursuant to any share scheme, whether for employees, directors or other persons;
- (c) transfer the treasury shares (or any of them) as consideration for acquisitions of shares or other assets of another company or assets of a person;
- (d) cancel the treasury shares (or any of them); or
- (e) sell, transfer or otherwise use the treasury shares for such other purposes as the Minister of Finance may by order prescribe.

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As at the Latest Practicable Date, the Company does not hold any of its Shares as treasury shares.

Under Rule 704(28) of the Listing Manual, the Company must make an immediate announcement via SGXNET if there is any sale, transfer, cancellation and/or use of treasury shares. Such announcement must state the following:-

- (a) date of the sale, transfer, cancellation and/or use;
- (b) purpose of such sale, transfer, cancellation and/or use;
- (c) number of treasury shares sold, transferred, cancelled and/or used;
- (d) number of treasury shares before and after such sale, transfer, cancellation and/or use;
- (e) percentage of the number of treasury shares against the total number of shares outstanding in a class that is listed before and after such sale, transfer, cancellation and/or use; and
- (f) value of the treasury shares if they are used for a sale or transfer, or cancelled.

Pursuant to the Act, Shares bought back by the Company, unless kept as treasury shares, shall be cancelled. Where the Shares are cancelled, the Company shall:-

- (a) reduce the amount of its share capital where the Shares were purchased or acquired out of the capital of the Company;
- (b) reduce the amount of its profits where the Shares were purchased or acquired out of the profits of the Company; or
- (c) reduce the amount of its share capital and profits proportionately where the Shares were purchased or acquired out of both the capital and the profits of the Company,

by the total amount of the purchase price paid by the Company for the Shares cancelled. Where the purchased Shares are held in treasury, the total issued Shares of the Company will remain unchanged.

Any Shares purchased or acquired by the Company (other than treasury shares held by the Company to the extent permitted by the Act) and cancelled will be automatically de-listed by the SGX-ST and (where applicable) all certificates in respect thereof will be cancelled and destroyed by the Company as soon as reasonably practicable following the settlement of any such purchase. Accordingly, in the event that the Shares purchased or acquired by the Company are cancelled, the total number of issued Shares will be reduced by the number of Shares so

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cancelled.

2.5 Source of Funds

In undertaking Share Purchases, the Company shall only apply funds legally available in accordance with its Constitution and the applicable laws in Singapore.

The Company may not purchase its Shares on the SGX-ST for a consideration other than cash or for settlement otherwise than in accordance with the trading rules of the SGX-ST respectively.

The Act provides that purchases and acquisitions of Shares may be made out of the Company's capital or profits so long as the Company is solvent (as defined in Section 76F(4) of the Act).

In determining, for the above purposes, whether the value of the Company's assets is less than the value of its liabilities (including contingent liabilities), the Directors or the Company's management (a) must have regard to the most recent financial statements of the Company and all other circumstances that the Directors or the management know or ought to know affect, or may affect, the value of the Company's assets and the value of the Company's liabilities (including contingent liabilities); and (b) may rely on valuations of assets or estimates of liabilities that are reasonable in the circumstances. Where the value of contingent liabilities are required to be determined, the Directors or management may take into account the likelihood of the contingency occurring and any claim that the Company is entitled to make and can reasonably expect to be met to reduce or extinguish the contingent liability.

The Company intends to use its internal funds and/or external borrowings to undertake its Share Purchases.

2.6 Financial effects of the Share Purchase Mandate

Pursuant to the Act, Shares purchased or acquired by the Company, are deemed cancelled immediately on purchase or acquisition unless such Shares are held by the Company as treasury shares. All rights and privileges attached to the purchased Shares shall expire upon cancellation.

Where the consideration paid by the Company for the purchase or acquisition of the Shares (excluding related brokerage, goods and services tax, stamp duties and clearance fees) is paid for using:-

- (a) the Company's capital and/or profits, it will reduce the amount available for the Company's operations permitted under the Act; or
- (b) the Company's profits, it will reduce the amount available for distribution of dividends by the Company.

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The NTA of the Company and the consolidated NTA of the Group will be reduced by the dollar value of the Shares bought. The Directors believe that even if the Company exercises the Share Purchase Mandate and acquires up to 23,256,092, or two per cent. (2%) of its issued Shares, it will not have any material impact on the earnings of the Company and the consolidated earnings of the Group for the current financial year.

For illustrative purposes only, assuming the Company had exercised the Share Purchase Mandate and purchased 23,256,092 Shares at the Maximum Price of S\$0.4755 or S\$0.5435 for each Share (based on the average of the last dealt prices of the Shares for the five (5) Market Days on which the Shares were traded on the SGX-ST immediately preceding the Latest Practicable Date), the financial effects of the purchase or acquisition of the Shares by the Company pursuant to the Share Purchase Mandate by way of purchases made:-

- (a) entirely out of capital and held as treasury shares;
- (b) entirely out of capital and cancelled;
- (c) entirely out of profits and held as treasury shares; and
- (d) entirely out of profits and cancelled,

based on the latest audited financial statements of the Company for FY2018 are set out in the following pages.

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Scenario 1

Purchase of 23,256,092 Shares by the Company pursuant to the Share Purchase Mandate made entirely out of capital and held as treasury shares

	GROUP				COMPANY			
	As at 31 March 2018 S\$'000	Before Share Purchase ⁽¹⁾ S\$'000	After On-Market Purchase ⁽⁷⁾ S\$'000	After Off-Market Purchase ⁽⁸⁾ S\$'000	As at 31 March 2018 S\$'000	Before Share Purchase ⁽¹⁾ S\$'000	After On-Market Purchase ⁽⁷⁾ S\$'000	After Off-Market Purchase ⁽⁸⁾ S\$'000
Share Capital	152,870	152,870	152,870	152,870	152,870	152,870	152,870	152,870
Retained earnings/(accumulated losses)	60,695	60,695	60,695	60,695	(3,645)	(3,645)	(3,645)	(3,645)
Other reserves	(30,907)	(30,907)	(30,907)	(30,907)	-	-	-	-
Treasury shares	-	-	(11,059)	(12,639)	-	-	(11,059)	(12,639)
Shareholders' funds	182,658	182,658	171,599	170,019	149,225	149,225	138,166	136,586
Non-controlling Interests	29,891	29,891	29,891	29,891	-	-	-	-
Total Equity	212,549	212,549	201,490	199,910	149,225	149,225	138,166	136,586
NTA ⁽²⁾	(82,450)	(82,450)	(93,509)	(95,089)	149,225	149,225	138,166	136,586
NAV	212,549	212,549	201,490	199,910	149,225	149,225	138,166	136,586
Current Assets	235,651	235,651	224,592	223,012	123,487	123,487	112,428	110,848
Current Liabilities	291,957	291,957	291,957	291,957	34,727	34,727	34,727	34,727

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Total borrowings ⁽³⁾	65,942	65,942	65,942	65,942	11,200	11,200	11,200	11,200	11,200	11,200
Cash and cash equivalents	93,180	93,180	82,121	80,541	47,605	47,605	36,546	36,546	34,966	34,966
Profit / (Loss) net of tax ⁽⁴⁾	26,480	26,480	26,480	26,480	(1,415)	(1,415)	(1,415)	(1,415)	(1,415)	(1,415)
Number of Shares (In '000)										
Issued and paid-up capital (excluding treasury shares and Subsidiary Holdings)	1,162,805	1,162,805	1,139,549	1,139,549	1,162,805	1,162,805	1,139,549	1,139,549	1,139,549	1,139,549
Financial Ratios										
NTA per Share (Singapore cents)	(7.09)	(7.09)	(8.21)	(8.34)	12.83	12.83	12.12	12.12	11.99	11.99
NAV per Share (Singapore cents)	18.28	18.28	17.68	17.54	12.83	12.83	12.12	12.12	11.99	11.99
Net gearing ratio (times) ⁽⁵⁾	0.36	0.36	0.38	0.39	0.08	0.08	0.08	0.08	0.08	0.08
Current ratio (times) ⁽⁶⁾	0.81	0.81	0.77	0.76	3.56	3.56	3.24	3.24	3.19	3.19
Earnings / (Loss) per Share (Singapore cents)	2.28	2.28	2.32	2.32	(0.12)	(0.12)	(0.12)	(0.12)	(0.12)	(0.12)

APPENDIX TO SHAREHOLDERS

Notes:-

- (1) Financial effect as at the Latest Practicable Date.
- (2) NTA is computed based on total assets less total liabilities and less intangible assets but including film rights and film intangibles.
- (3) Assuming the purchase of the Shares by the Company will be funded by internal sources.
- (4) Profit / (Loss) net of tax equals profit or loss after tax attributable to the Shareholders.
- (5) Net gearing ratio equals to total borrowings less cash and cash equivalents divided by total equity.
- (6) Current ratio equals to current assets divided by current liabilities.
- (7) Assumes that the Company purchases the 23,256,092 Shares at the Maximum Price of S\$0.4755 for one Share which is 5% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the maximum amount of funds required for the purchase of the 23,256,092 Shares is approximately S\$11,058,272.
- (8) Assumes that the Company purchases the 23,256,092 Shares at the Maximum Price of S\$0.5435 for one Share which is 20% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the maximum amount of funds required for the purchase of the 23,256,092 Shares is approximately S\$12,639,686.

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Scenario 2

Purchase of 23,256,092 Shares by the Company pursuant to the Share Purchase Mandate made entirely out of capital and cancelled

	GROUP				COMPANY			
	As at 31 March 2018 S\$'000	Before Share Purchase ⁽¹⁾ S\$'000	After On- Market Purchase ⁽⁷⁾ S\$'000	After Off- Market Purchase ⁽⁸⁾ S\$'000	As at 31 March 2018 S\$'000	Before Share Purchase ⁽¹⁾ S\$'000	After On- Market Purchase ⁽⁷⁾ S\$'000	After Off- Market Purchase ⁽⁸⁾ S\$'000
As at 31 March 2018								
Share Capital	152,870	152,870	141,811	141,811	152,870	152,870	141,811	140,231
Retained earnings/(accumulated losses)	60,695	60,695	60,695	60,695	(3,645)	(3,645)	(3,645)	(3,645)
Other reserves	(30,907)	(30,907)	(30,907)	(30,907)	-	-	-	-
Treasury shares	-	-	-	-	-	-	-	-
Shareholders' funds	182,658	182,658	171,599	171,599	149,225	149,225	138,166	136,586
Non-controlling Interests	29,891	29,891	29,891	29,891	-	-	-	-
Total Equity	212,549	212,549	201,490	201,490	149,225	149,225	138,166	136,586
NTA ⁽²⁾	(82,450)	(82,450)	(93,509)	(95,089)	149,225	149,225	138,166	136,586
NAV	212,549	212,549	201,490	199,910	149,225	149,225	138,166	136,586
Current Assets	235,651	235,651	224,592	233,012	123,487	123,487	112,428	110,848
Current Liabilities	291,957	291,957	291,957	291,957	34,727	34,727	34,727	34,727
Total borrowings ⁽³⁾	65,942	65,942	65,942	65,942	11,200	11,200	11,200	11,200

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Cash and cash equivalents	93,180	93,180	82,121	80,541	47,605	47,605	36,546	34,966
Profit / (Loss) net of tax ⁽⁴⁾	26,480	26,480	26,480	26,480	(1,415)	(1,415)	(1,415)	(1,415)
Number of Shares (In '000)								
Issued and paid-up capital (excluding treasury shares and Subsidiary Holdings)	1,162,805	1,162,805	1,139,549	1,139,549	1,162,805	1,162,805	1,139,549	1,139,549
Financial Ratios								
NTA per Share (Singapore cents)	(7.09)	(7.09)	(8.21)	(8.34)	12.83	12.83	12.12	11.99
NAV per Share (Singapore cents)	18.28	18.28	17.68	17.54	12.83	12.83	12.12	11.99
Net gearing ratio (times) ⁽⁵⁾	0.36	0.36	0.38	0.39	0.08	0.08	0.08	0.08
Current ratio (times) ⁽⁶⁾	0.81	0.81	0.77	0.76	3.56	3.56	3.24	3.19
Earnings / (Loss) per Share (Singapore cents)	2.28	2.28	2.32	2.32	(0.12)	(0.12)	(0.12)	(0.12)

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Notes:-

- (1) Financial effect as at the Latest Practicable Date.
- (2) NTA is computed based on total assets less total liabilities and less intangible assets but including film rights and film intangibles.
- (3) Assuming the purchase of the Shares by the Company will be funded by internal sources.
- (4) Profit / (Loss) net of tax equals profit or loss after tax attributable to the Shareholders.
- (5) Net gearing ratio equals to total borrowings less cash and cash equivalents divided by total equity.
- (6) Current ratio equals to current assets divided by current liabilities.
- (7) Assumes that the Company purchases the 23,256,092 Shares at the Maximum Price of S\$0.4755 for one Share which is 5% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the maximum amount of funds required for the purchase of the 23,256,092 Shares is approximately S\$11,058,272.
- (8) Assumes that the Company purchases the 23,256,092 Shares at the Maximum Price of S\$0.5435 for one Share which is 20% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the maximum amount of funds required for the purchase of the 23,256,092 Shares is approximately S\$12,639,686.

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Scenario 3

Purchase of 23,256,092 Shares by the Company pursuant to the Share Purchase Mandate made entirely out of profits and held as treasury shares

	GROUP				COMPANY			
	As at 31 March 2018 S\$'000	Before Share Purchase ⁽¹⁾ S\$'000	After On-Market Purchase ⁽⁷⁾ S\$'000	After Off-Market Purchase ⁽⁸⁾ S\$'000	As at 31 March 2018 S\$'000	Before Share Purchase ⁽¹⁾ S\$'000	After On-Market Purchase ⁽⁷⁾ S\$'000	After Off-Market Purchase ⁽⁸⁾ S\$'000
Share Capital	152,870	152,870	152,870	152,870	152,870	152,870	152,870	152,870
Retained earnings/(accumulated losses)	60,695	60,695	60,695	60,695	(3,645)	(3,645)	(3,645)	(3,645)
Other reserves	(30,907)	(30,907)	(30,907)	(30,907)	-	-	-	-
Treasury shares	-	-	(11,059)	(12,639)	-	-	(11,059)	(12,639)
Shareholders' funds	182,658	182,658	171,599	170,019	149,255	149,255	138,166	136,586
Non-controlling Interests	29,891	29,891	29,891	29,891	-	-	-	-
Total Equity	212,549	212,549	201,490	199,910	149,255	149,255	138,166	136,586
NTA ⁽²⁾	(82,450)	(82,450)	(93,509)	(95,089)	149,225	149,225	138,166	136,586
NAV	212,549	212,549	201,490	199,910	149,225	149,225	138,166	136,586
Current Assets	235,651	235,651	224,592	223,012	123,487	123,487	112,428	110,848
Current Liabilities	291,957	291,957	291,957	291,957	34,727	34,727	34,727	34,727

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Total borrowings ⁽³⁾	65,942	65,942	65,942	65,942	11,200	11,200	11,200	11,200	11,200	11,200
Cash and cash equivalents	93,180	93,180	82,121	80,541	47,605	47,605	36,546	36,546	34,966	34,966
Profit / (Loss) net of tax ⁽⁴⁾	26,480	26,480	26,480	26,480	(1,415)	(1,415)	(1,415)	(1,415)	(1,415)	(1,415)
Number of Shares (In '000)										
Issued and paid-up capital (excluding treasury shares and Subsidiary Holdings)	1,162,805	1,162,805	1,139,549	1,139,549	1,162,805	1,162,805	1,139,549	1,139,549	1,139,549	1,139,549
Financial Ratios										
NTA per Share (Singapore cents)	(7.09)	(7.09)	(8.21)	(8.34)	12.83	12.83	12.12	12.12	11.99	11.99
NAV per Share (Singapore cents)	18.28	18.28	17.68	17.54	12.83	12.83	12.12	12.12	11.99	11.99
Net gearing ratio (times) ⁽⁵⁾	0.36	0.36	0.38	0.39	0.08	0.08	0.08	0.08	0.08	0.08
Current ratio (times) ⁽⁶⁾	0.81	0.81	0.77	0.76	3.56	3.56	3.24	3.24	3.19	3.19
Earnings / (Loss) per Share (Singapore cents)	2.28	2.28	2.32	2.32	(0.12)	(0.12)	(0.12)	(0.12)	(0.12)	(0.12)

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Notes:-

- (1) Financial effect as at the Latest Practicable Date.
- (2) NTA is computed based on total assets less total liabilities and less intangible assets but including film rights and film intangibles.
- (3) Assuming the purchase of the Shares by the Company will be funded by internal sources.
- (4) Profit / (Loss) net of tax equals profit or loss after tax attributable to the Shareholders.
- (5) Net gearing ratio equals to total borrowings less cash and cash equivalents divided by total equity.
- (6) Current ratio equals to current assets divided by current liabilities.
- (7) Assumes that the Company purchases the 23,256,092 Shares at the Maximum Price of S\$0.4755 for one Share which is 5% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the maximum amount of funds required for the purchase of the 23,256,092 Shares is approximately S\$11,058,272.
- (8) Assumes that the Company purchases the 23,256,092 Shares at the Maximum Price of S\$0.5435 for one Share which is 20% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the maximum amount of funds required for the purchase of the 23,256,092 Shares is approximately S\$12,639,686.

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Scenario 4

Purchase of 23,256,092 Shares by the Company pursuant to the Share Purchase Mandate made entirely out of profits and cancelled

	GROUP				COMPANY			
	As at 31 March 2018 S\$'000	Before Share Purchase ⁽¹⁾ S\$'000	After On- Market Purchase ⁽⁷⁾ S\$'000	After Off- Market Purchase ⁽⁸⁾ S\$'000	As at 31 March 2018 S\$'000	Before Share Purchase ⁽¹⁾ S\$'000	After On- Market Purchase ⁽⁷⁾ S\$'000	After Off- Market Purchase ⁽⁸⁾ S\$'000
As at 31 March 2018	152,870	152,870	152,870	152,870	152,870	152,870	152,870	152,870
Share Capital	60,695	60,695	49,636	48,056	(3,645)	(3,645)	(14,704)	(16,284)
Retained earnings/(accumulated losses)	(30,907)	(30,907)	(30,907)	(30,907)	-	-	-	-
Other reserves	-	-	-	-	-	-	-	-
Treasury shares	182,658	182,658	171,599	170,019	149,225	149,225	138,166	136,586
Shareholders' funds	29,891	29,891	29,891	29,891	-	-	-	-
Non-controlling Interests	212,549	212,549	201,490	199,910	149,225	149,225	138,166	136,586
Total Equity	(82,450)	(82,450)	(93,509)	(95,089)	149,225	149,225	138,166	136,586
NTA ⁽²⁾	212,549	212,549	201,490	199,910	149,225	149,225	138,166	136,586
NAV	235,651	235,651	224,592	223,012	123,487	123,487	112,428	110,848
Current Assets	291,957	291,957	291,957	291,957	34,727	34,727	34,727	34,727
Current Liabilities	65,942	65,942	65,942	65,942	11,200	11,200	11,200	11,200
Total borrowings ⁽³⁾								

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Cash and cash equivalents	93,180	93,180	82,121	80,541	47,605	47,605	36,546	34,966
Profit / (Loss) net of tax ⁽⁴⁾	26,480	26,480	26,480	26,480	(1,415)	(1,415)	(1,415)	(1,415)
Number of Shares (In '000)								
Issued and paid-up capital (excluding treasury shares and Subsidiary Holdings)	1,162,805	1,162,805	1,139,549	1,139,549	1,162,805	1,162,805	1,139,549	1,139,549
Financial Ratios								
NTA per Share (Singapore cents)	(7.09)	(7.09)	(8.21)	(8.34)	12.83	12.83	12.12	11.99
NAV per Share (Singapore cents)	18.28	18.28	17.68	17.54	12.83	12.83	12.12	11.99
Net gearing ratio (times) ⁽⁵⁾	0.36	0.36	0.38	0.39	0.08	0.08	0.08	0.08
Current ratio (times) ⁽⁶⁾	0.81	0.81	0.77	0.76	3.56	3.56	3.24	3.19
Earnings / (Loss) per Share (Singapore cents)	2.28	2.28	2.32	2.32	(0.12)	(0.12)	(0.12)	(0.12)

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Notes:-

- (1) Financial effect as at the Latest Practicable Date.
- (2) NTA is computed based on total assets less total liabilities and less intangible assets but including film rights and film intangibles.
- (3) Assuming the purchase of the Shares by the Company will be funded by internal sources.
- (4) Profit / (Loss) net of tax equals profit or loss after tax attributable to the Shareholders.
- (5) Net gearing ratio equals to total borrowings less cash and cash equivalents divided by total equity.
- (6) Current ratio equals to current assets divided by current liabilities.
- (7) Assumes that the Company purchases the 23,256,092 Shares at the Maximum Price of S\$0.4755 for one Share which is 5% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the maximum amount of funds required for the purchase of the 23,256,092 Shares is approximately S\$11,058,272.
- (8) Assumes that the Company purchases the 23,256,092 Shares at the Maximum Price of S\$0.5435 for one Share which is 20% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the maximum amount of funds required for the purchase of the 23,256,092 Shares is approximately S\$12,639,686.

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The financial impact is the same whether the Shares are purchased via On-Market Purchases or Off-Market Purchases. The Group had a balance of S\$93.5 million in cash and cash equivalents as at 31 March 2018. Assuming the purchase of up to 23,256,092 Shares at the Maximum Price of S\$0.4755 or S\$0.5435 per Share, which is 5% or 20% above the Average Closing Price of a Share over the last five (5) Market Days on which the transactions in the Shares were traded immediately preceding the Latest Practicable Date and accordingly, the Company's cash reserves would be reduced by S\$11.1 million or S\$12.6 million respectively and, all other things remaining the same, the working capital and NTA of the Group and the Company would be reduced by the dollar value of the Shares purchased. The consolidated NTA value per Share after the purchase of 23,256,092 Shares would be decreased to 8.21 cents or 8.34 cents respectively.

As illustrated in the tables above, the purchase of the Shares would reduce the current assets and shareholders' funds of the Group and the Company accordingly. This would result in an increase in the gearing ratio of the Company and the Group. The consolidated EPS as a result of the purchase of 23,256,092 Shares would be increased from 2.28 cents to 2.32 cents.

The actual impact on the gearing and working capital ratio of the Company would depend on the number of Shares purchased and the price or prices at which the Shares are purchased. The actual impact on the respective ratios will depend on the number and price of the Shares bought back. The Directors do not propose to exercise the Share Purchase Mandate to such an extent that it would have a material adverse effect on the working capital requirements of the Company and the Group.

The acquisition or purchase of Shares will only be effected after considering relevant factors such as the working capital requirements, availability of surplus cash and other financial resources, the expansion and investment plans of the Group, and the prevailing market conditions. The Share Purchase Mandate will be exercised with a view to enhancing the EPS of the Group.

Shareholders should note that the financial effects illustrated above are for illustrative purposes only. In particular, it is important to note that the above analysis is based on the latest audited financial statements of the Company and the Group as at 31 March 2018, and are not representative of the Group's future financial performance.

Although the Share Purchase Mandate would authorise the Company to purchase up to 2% of the Company's issued Shares, the Company may not necessarily purchase all 2% of the issued Shares in full.

In particular, the maximum number of Shares that the Company may purchase under the Act is limited by the solvency requirements set out in the Act.

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2.7 Taxation

Shareholders are advised to obtain independent professional advice if they are uncertain about the impact of Share Purchases on their overall tax position, whether in Singapore or in other jurisdictions in the world.

2.8 Reporting Requirements

The Act and the Listing Manual require the Company to make the following reports in relation to the Share Purchase Mandate:-

- (a) to lodge a copy of the Shareholders' resolution approving the Share Purchase Mandate with ACRA within 30 days of the passing of such resolution;
- (b) to notify ACRA of an acquisition or purchase of Shares on the SGX-ST or otherwise within 30 days. Such notification shall be in the prescribed form and shall include:-
 - (i) the date of the acquisition or purchase of Shares;
 - (ii) the total number of Shares acquired or purchased;
 - (iii) the number of Shares cancelled;
 - (iv) the number of Shares held as treasury shares;
 - (v) the Company's issued share capital before the acquisition or purchase and after such acquisition or purchase;
 - (vi) the amount of consideration paid by the Company for the acquisition or purchase;
 - (vii) whether the Shares were purchased or acquired out of the profits or the capital of the Company; and
 - (viii) such other information as required by the Act.

Pursuant to the Listing Manual, the Company will report purchases of Shares to the SGX-ST in the forms prescribed which shall include details including, *inter alia*, the date of purchase, the price paid and the number of issued shares remaining in the share capital of the Company after the Share Purchases, and to make an announcement to the public:-

- (a) in the case of On-Market Purchases, not later than 9.00 a.m. on the trading day following any day on which the Company makes an On-Market Purchase; and
- (b) in the case of Off-Market Purchases, not later than 9.00 a.m. on the second trading day following the close of acceptance of offers made by the Company.

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Such announcement should be made in compliance with Appendix 8.3.1 of the Listing Manual and must include details of the total number of Shares purchased and the purchase price per Share or the highest and lowest prices paid for such Shares, as applicable.

2.9 Suspension of purchase of Shares

As the Company would be considered an "insider" in relation to any purchase of Shares, the Company will not purchase Shares after a price sensitive development has occurred or has been the subject of a decision until such time as the price sensitive information has been publicly announced. In particular, the Company will not purchase or acquire any of its Shares during the period commencing two (2) weeks before the announcement of the Company's financial results for each of the first three quarters of its financial year and one (1) month before the announcement of the Company's full year financial results.

2.10 Listing Status on SGX-ST

The Listing Manual requires a listed company to ensure that at least ten per cent. (10%) of the total number of issued shares excluding treasury shares (excluding preference shares and convertible equity securities) in a class that is listed is at all times held by the public. As defined in the Listing Manual, the "public" refers to persons other than the directors, chief executive officer, substantial shareholders, or controlling shareholders of the Company and its subsidiaries, as well as the associates (as defined in the Listing Manual) of such persons.

As at the Latest Practicable Date, there are 485,586,132 Shares held in the hands of the public (as defined above), representing 41.76% of the issued share capital of the Company. Assuming the Company exercises the Share Purchase Mandate and purchases 2% of its issued share capital from such public Shareholders, the number of Shares in the hands of the public would be reduced to 462,330,040 Shares, representing 40.57% of the issued share capital of the Company.

Accordingly, as at the Latest Practicable Date, the Company will be able to undertake Share Purchases of up to 2% of its issued share capital pursuant to the Share Purchase Mandate without affecting the listing status of the Shares on the Main Board of the SGX-ST.

2.11 Take-over Implications under the Take-over Code

Pursuant to Appendix 2 of the Take-over Code, an increase of a Shareholder's proportionate interest in the voting rights of the Company resulting from a Share Purchase by the Company will be treated as an acquisition for the purposes of Rule 14.

Under Rule 14, a Shareholder and persons acting in concert with the Shareholder will incur an obligation to make a mandatory take-over offer if, *inter alia*, he and persons acting in concert with him increase their voting rights in the Company to

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30% or more or, if they, together holding between 30% and 50% of the Company's voting rights, increase their voting rights in the Company by more than 1% in any period of six (6) months.

Persons acting in concert comprise individuals or companies who, pursuant to an agreement or understanding (whether formal or informal), co-operate, through the acquisition by any of them of Shares in the Company to obtain or consolidate effective control of the Company. Unless the contrary is established, the following individuals and companies will be presumed to be acting in concert with each other:-

- (a) the following companies:-
 - (i) a company;
 - (ii) the parent company of (i);
 - (iii) the subsidiaries of (i);
 - (iv) the fellow subsidiaries of (i);
 - (v) the associated companies of any of (i), (ii), (iii) or (iv);
 - (vi) companies whose associated companies include any of (i), (ii), (iii), (iv) or (v); and
 - (vii) any person who has provided financial assistance (other than a bank in the ordinary course of business) to any of the above for the purchase of voting rights;
- (b) a company with any of its directors (together with their close relatives, related trusts as well as companies controlled by any of the directors, their close relatives and related trusts);
- (c) a company with any of its pension funds and employee share schemes;
- (d) a person with any investment company, unit trust or other fund whose investment such person manages on a discretionary basis, but only in respect of the investment account which such person manages;
- (e) a financial or other professional adviser, including a stockbroker, with its client in respect of the shareholdings of the adviser and persons controlling, controlled by or under the same control as the adviser;
- (f) directors of a company (together with their close relatives, related trusts and companies controlled by any of such directors, their close relatives and related trusts) which is subject to an offer or where the directors have reason to believe a bona fide offer for their company may be imminent;
- (g) partners; and
- (h) the following persons and entities:-
 - (i) an individual;
 - (ii) the close relative of (i);

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- (iii) the related trusts of (i);
- (iv) any person who is accustomed to act in accordance with the instructions of (i);
- (v) companies controlled by any of (i), (ii), (iii) or (iv); and
- (vi) any person who has provided financial assistance (other than a bank in the ordinary course of business) to any of the above for the purchase of voting rights.

For this purpose, ownership or control of 20% but not more than 50% of the voting rights of a company will be regarded as the test of associated company status.

Consequently, a Director and persons acting in concert (as such term is defined in the Take-over Code) with him could, depending on the level of increase in his or their interest in the Company, become obliged to make a mandatory offer in accordance with Rule 14 as a result of the Company's purchase of Shares.

Unless exempted, Directors of the Company and persons acting in concert with them will incur an obligation to make a take-over offer under Rule 14 of the Take-over Code if, as a result of the Company purchasing or acquiring its Shares, the voting rights of such Directors and their concert parties would increase to 30% or more, or if the voting rights of such Directors and their concert parties fall between 30% and 50% of the Company's voting rights, the voting rights of such Directors and their concert parties would increase by 1% in any period of six (6) months.

Based on the shareholdings of the Directors and the substantial Shareholders in the Company as at the Latest Practicable Date, none of the Directors or the substantial Shareholders will become obligated to make a mandatory offer by reason only of the purchase of 23,256,092 Shares by the Company pursuant to the Share Purchase Mandate.

The Directors are not aware of any Shareholder or group of Shareholders acting in concert who may become obligated to make a mandatory offer in the event that the Directors exercise the power to purchase Shares pursuant to the Share Purchase Mandate.

Shareholders who are in doubt as to their obligations, if any, to make a mandatory take-over offer under the Take-over Code as a result of share purchases by the Company are advised to consult their professional advisers and/or the SIC and/or other relevant authorities at the earliest opportunity before they acquire any Shares during the period when the Share Purchase Mandate is in force.

The circumstances under which Shareholders, including Directors and persons acting in concert with them respectively, will incur an obligation to make a take-over offer under Rule 14 of the Take-over Code after a purchase or acquisition of Shares by the Company are set out in Appendix 2 of the Take-over Code.

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2.12 Details of Share Purchases

Under the Existing Share Purchase Mandate as approved at the AGM of the Company held on 27 July 2017, the Shareholders authorised the purchase of up to 113,648,882 Shares. No Shares have been purchased by the Company under the Existing Share Purchase Mandate since approval of the Existing Share Purchase Mandate up to the Latest Practicable Date.

2.13 Limits on Shareholdings

The Company does not have any limits on the shareholding of any Shareholder.

3. INTERESTS OF SUBSTANTIAL SHAREHOLDERS

As at the Latest Practicable Date, the interests of the Directors and substantial Shareholders of the Company (that is, persons whose direct and indirect interests in the Company's issued share capital are equal to or more than 5%) are as follows:-

Name	Before Share Purchase (Number of Shares)			Before	After
	Direct Interest	Deemed Interest	Total Interest	Share purchase (%) ⁽¹⁾	Share purchase (%) ⁽²⁾
Directors					
Melvin Ang Wee Chye ⁽³⁾	101,725,400	341,410,000	443,135,400	38.11%	38.89%
Tan Liang Pheng	85,700	-	85,700	0.01%	0.01%
Jack Chia Seng Hee	85,700	-	85,700	0.01%	0.01%
Mak Chi Hoo	85,700	-	85,700	0.01%	0.01%
Thomas Lei Chee Kong	485,700	-	485,700	0.04%	0.04%
Chia Choon Hwee Dennis	-	-	-	-	-
Substantial Shareholders					
StarHub Ltd	114,315,790	-	114,315,790	9.83%	10.03%
Asia Mobile Holdings Pte. Ltd. ⁽⁴⁾	-	114,315,790	114,315,790	9.83%	10.03%
Asia Mobile Holdings Company Pte. Ltd. ⁽⁵⁾	-	114,315,790	114,315,790	9.83%	10.03%

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STT Communications Ltd ⁽⁶⁾	-	114,315,790	114,315,790	9.83%	10.03%
Singapore Technologies Telemedia Pte Ltd ⁽⁷⁾	-	114,315,790	114,315,790	9.83%	10.03%
Temasek Holdings (Private) Limited ⁽⁸⁾	-	114,315,790	114,315,790	9.83%	10.03%
Ooredoo Investment Holding S.P.C. ⁽⁹⁾	-	114,315,790	114,315,790	9.83%	10.03%
Ooredoo QSC ⁽⁹⁾	-	114,315,790	114,315,790	9.83%	10.03%
Yeo Khee Seng Benny ⁽¹⁰⁾	1,013,200	94,253,688	95,266,888	8.19%	8.36%

Notes:-

- (1) As a percentage of the issued share capital of the Company comprising 1,162,804,610 Shares as at the Latest Practicable Date.
- (2) As a percentage of the issued share capital of the Company comprising 1,139,548,518 Shares (assuming that the Company purchases 2% of its issued share capital pursuant to the Share Purchase Mandate).
- (3) Mr. Melvin Ang Wee Chye is deemed to be interested in 10,000,000 Shares held under the name of Maybank Kim Eng Securities Pte Ltd and 63,500,000 Shares held by MA Holdings Management Company Limited ("**MAH**") by virtue of Section 4 of the SFA as he owns 100% of the shareholdings of MAH. These Shares are held under the name of Citibank N.A. Singapore. Mr Melvin Ang Wee Chye is also deemed interested in 67,910,000 Shares held under the name of Nomura Singapore Limited and 200,000,000 Shares held under the name of HSBC (Singapore) Nominees Pte Ltd.
- (4) Asia Mobile Holdings Pte. Ltd. ("**AMH**") holds a direct interest of approximately 55.88% in StarHub Ltd ("**StarHub**"), AMH is deemed interested in all the Shares held by StarHub.
- (5) Asia Mobile Holdings Company Pte. Ltd. ("**AMHC**") holds a direct interest of approximately 75% in AMH, which in turn holds a direct interest of approximately 55.88% in StarHub, AMHC is deemed interested in all the Shares held by StarHub in the Company.
- (6) STT Communications Ltd ("**STTC**") holds a direct interest in the entire issued share capital of AMHC, which holds a direct interest of approximately 75% in AMH, which in turn holds a direct interest of approximately 55.88% in StarHub, STTC is deemed interested in all the Shares held by StarHub.
- (7) Singapore Technologies Telemedia Pte Ltd ("**STT**") holds a direct interest in the entire issued share capital of STTC, which holds a direct interest in the entire issued share capital of AMHC, which in turn holds a direct interest of approximately 75% in AMH, which in turn holds direct interest of approximately 55.88% in StarHub, STT is deemed interested in all the Shares held by StarHub.
- (8) StarHub is an indirect subsidiary of STT which in turn is a wholly-owned subsidiary of Temasek Holdings (Private) Limited ("**Temasek**"). Temasek is deemed interested in all the Shares held by StarHub in the Company.

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- (9) Ooredoo Investment Holdings S.P.C. (“**OIH**”) holds a direct interest of approximately 25% in AMH, which in turn holds a direct interest of approximately 55.88% in StarHub, OIH is deemed interested in all the Shares held by StarHub. OIH is a 100% subsidiary of Ooredoo QSC.
- (10) Mr. Yeo Khee Seng Benny (“**Mr. Yeo**”) is deemed interested in 24,816,400 Shares held under the name of BNP Paribas Nominees Singapore Pte Ltd. Mr. Yeo is also deemed interested in 25,461,354 Shares held by Apex Capital Group Pte Ltd (“**Apex Capital**”) by virtue of Section 4 of the SFA as he owns 70% of the shareholdings of Apex Capital. Mr. Yeo is also deemed interested in (i) 18,966,734 Shares held under the name of Nomura Singapore Limited; and (ii) the 25,009,200 Shares held under the name of DBS Nominees Private Limited.

None of the Directors or substantial Shareholders of the Company has any interest, direct or indirect, in the Share Purchase Mandate, save for their interests by virtue of their shareholdings and/or directorships, as the case may be, in the Company.

4. DIRECTORS' RECOMMENDATION

Having fully considered the rationale, the benefit and the information relating to the Share Purchase Mandate, the Directors are of the opinion that the proposed renewal of the Share Purchase Mandate is in the best interests of the Company. Accordingly, the Directors recommend that Shareholders vote in favour of the ordinary resolution in respect of the renewal of the Share Purchase Mandate to be proposed at the AGM.

5. ANNUAL GENERAL MEETING

The AGM, notice of which is set out in the Notice of AGM, will be held at 2mm Talent Hub, #01-01 School of the Arts, Singapore 227968 on 31 July 2018 at 1.30 p.m. (or as soon thereafter following the conclusion or adjournment of the extraordinary general meeting of the Company to be held at 1.00 p.m. on the same day and at the same place) for the purpose of, *inter alia*, considering and, if thought fit, passing, with or without any modifications, ordinary resolution item ten (10) on the renewal of the Share Purchase Mandate as set out in the Notice of AGM.

Shareholders who are unable to attend the AGM and wish to appoint a proxy to attend and vote at the AGM on their behalf will find attached to the Annual Report a Proxy Form which they are requested to complete, sign and return in accordance with the instructions printed thereon as soon as possible and, in any event, so as to arrive at the registered office of the Company not later than 48 hours before the time fixed for holding the AGM.

The completion and return of a Proxy Form by a Shareholder does not preclude him from attending and voting in person at the AGM if he so wishes. A Depositor

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shall not be regarded as a member of the Company entitled to attend the AGM and to speak and vote thereat unless his name appears on the Depository Register 48 hours before the AGM.

6. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this Appendix and confirm after making all reasonable enquiries that, to the best of their knowledge and belief, this Appendix constitutes full and true disclosure of all material facts about the proposed renewal of the Share Purchase Mandate, the Group and the Directors are not aware of any facts the omission of which would make any statement in this Appendix misleading. Where information in this Appendix has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this Appendix in its proper form and context.

7. INSPECTION OF DOCUMENTS

The following documents may be inspected at the registered office of the Company during normal business hours from the date of this Appendix up to and including the date of the AGM:-

- (a) the Constitution of the Company; and
- (b) the Annual Report of the Company.

Yours faithfully
For and on behalf of the Board of Directors of
MM2 ASIA LTD.

MELVIN ANG WEE CHYE
Founder, Executive Chairman, Executive Director

