

SUBSCRIPTION OF ADDITIONAL SHARES IN 51.00% OWNED SUBSIDIARY

The board of directors (the “**Board**”) of the Company wishes to announce that the Company has subscribed for and has on 31 May 2018 been allotted and issued 207 new ordinary shares in its 51.00%-owned subsidiary, Advance Capital Partners Asset Management Private Limited (“**ACPAM**”), for an aggregate cash consideration of S\$100,000 (the “**Subscription**”).

In order to maintain the shareholding structure in ACPAM existing immediately prior to the completion of the Subscription, i.e. 51.00% held by the Company and 49.00% held by Mr Tan Choon Wee (“**Mr Tan**”), ACPAM has granted Mr Tan an option to subscribe for 199 new ordinary shares in ACPAM (“**Option**”), for an aggregate cash consideration of S\$96,117, within a period of three (3) months from the completion of the Subscription. For the avoidance of doubt, Mr Tan has undertaken to exercise the Option.

Mr Tan is the interim CEO and Executive Chairman of the Company. He is also a director of ACPAM.

Following the Subscription and before Mr Tan exercises the Option, ACPAM’s issued and paid-up share capital has increased from S\$610,000 to S\$710,000, comprising 6,307 ordinary shares (“**ACPAM’s Enlarged Share Capital pursuant to the Subscription**”). After the Subscription, the Company holds 3,318 ordinary shares in ACPAM, representing approximately 52.61% of ACPAM’s Enlarged Share Capital pursuant to the Subscription.

Following the Subscription and upon Mr Tan’s exercise of the Option, ACPAM’s issued and paid-up share capital will be further increased from S\$710,000 to S\$806,117, comprising 6,506 ordinary shares (“**ACPAM’s Final Enlarged Share Capital**”). Accordingly, it is expected that the Company will hold 3,318 ordinary shares in ACPAM, representing approximately 51.00% of ACPAM’s Final Enlarged Share Capital, whereas Mr Tan will hold the remaining approximately 49.00% of ACPAM’s Final Enlarged Share Capital.

The Subscription was funded by the Company’s internal resources and is not expected to have any material effect on the net tangible assets per share or earnings per share of the Company and the Group for the financial year ending 31 March 2019.

Save as disclosed, none of the Directors or controlling shareholders of the Company and their associates has any interests, direct or indirect, in the Subscription, other than through their respective shareholding interests in the Company.

BY ORDER OF THE BOARD

Tan Choon Wee
Interim CEO and Executive Chairman

1 June 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Sponsor has not independently verified the contents of this announcement, including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange 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 Liao H.K.
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