PINE CAPITAL GROUP LIMITED
(formerly known as "OLS Enterprise Ltd.")
(Company Registration No. 196800320E)
(Incorporated in the Republic of Singapore)
(the "**Company**", together with its subsidiaries, the "**Group**")

RESPONSE TO QUERIES FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST") IN CONNECTION WITH THE PROPOSED PLACEMENT AND THE PROPOSED SETTLEMENT

---

*Capitalised terms used herein shall have the meanings ascribed to them in the Company's announcements made on 5 September 2018 in connection with the Proposed Settlement and 6 September 2018 in connection with the Proposed Placement (the "**Previous Announcements**") unless otherwise defined or the context requires otherwise.*

The board of directors (the "**Board**") of Pine Capital Group Limited (the "Company" and together with its subsidiaries, the "Group") is pleased to set out its responses to the queries raised by the Singapore Exchange Regulation in connection with the Proposed Placement and the Proposed Settlement.

Query 1: It is announced that the 3 placees, Mr Tan, Mr Lee and Mr Lei, do "not have any material relationships/connections with the Company, its directors and/or substantial shareholders". Do the 3 placees have any relationship / connections / associations with the Company, its directors and/or substantial shareholders, or anyone under Rule 812?

Company's Response:
No. The Company confirms that the 3 placees do not have any relationship/connections/associations with the Company, its Directors and/or Substantial Shareholders or anyone under Rule 812.

Query 2: What is the Board's view on whether the business is a viable business? When does the Board envisage being able to generate cashflow from operations? Please provide an overview of the Group's existing business as well as the business plans going forward.

Company's Response:
The Board is of the view that the fund management business is a viable business as evidenced by many listed fund management group globally. The Company currently owns 51% of Advance Capital Partners Asset Management Private Limited ("ACPAM") which is a RFMC licensed by MAS and an indirect stake of 9.98% in Pine Asia Asset Management Inc ("PAAM") through its wholly-owned subsidiary, BSDCN Pte Ltd ("BSDCN").

In the case of ACPAM it is continually growing its AUM and have been actively securing investments regionally. As ACPAM is still at its infancy stage it will take time to grow its AUM and thus revenue base. It is anticipated that this will continue to see steady growth as several initiatives that were put in motion is close to fruition.

The Group is also actively seeking opportunity to grow its fund management licenses footprint in other various jurisdictions.

The Group is also working on its business diversification such as project management that will generate direct cashflow to the company.

Query 3: Who is/are managing the Group's businesses?

Company response:
Mr. Tan Choon Wee, the interim CEO and Executive Chairman. The Group is still in the process of searching a suitable CEO.

Query 4: Is the Group able to operate as a going concern? To provide Board's views and justifications to support.

Company's Response:
The Board considered the following factors:-

(a) The net proceeds raised from the Placement will increase resources available to the Company to improve its cash flow, provide working capital for the Company and enable it to settle the Outstanding Consideration.

(b) Both ACPAM and PAAM (BSDCN) are currently able to generate cash for its own operations.

(c) Based on the existing investment and pipeline, the Board is confident that ACPAM can be expected to remain competitive in the short to medium term.

(d) The Group has no borrowings as at 30 June 2018 and following the completion of the Settlement and the repayment of the Outstanding Consideration via the net proceeds of the Placement, the main liabilities of the Group is the other payable of approximately S$561 thousand (comprising accrued expenses, advances from clients and other payables).

(e) The cash available to the Group after taking into consideration the net proceeds from the Placement, the Settlement and repayment of Outstanding Consideration, as well as trade and other receivables vis a vis other payables as at 30 June 2018, is estimated at approximately S$596 thousand. As for the Company, the cash available to the Company after taking into consideration the net proceeds from the Placement, the Settlement and repayment of Outstanding Consideration, as well as trade and other receivables vis a vis other payables as at 30 June 2018, is estimated at approximately S$235 thousand.

(f) The cash available to the Group, taking into account (point c above), can cover the estimated recurring expenses of the Group in the short to medium term. Likewise, the cash available to the Company can cover the estimated recurring expenses of the Company in the short to medium term.

The Board is of the view that barring unforeseen circumstances and after taking into consideration point (a) to (f) above, the working capital available to the Group and the Company is sufficient for the short to medium term and both the Group and the Company will be able to continue to operate as a going concern.

BY ORDER OF THE BOARD

Tan Choon Wee
Interim CEO and Executive Chairman

10 October 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 Liau H.K.
Telephone number: 6221 0271