PLASTOFORM HOLDINGS LIMITED
(Company Registration Number: 34171)
(Incorporated in Bermuda)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST")

Plastoform Holdings Limited (the "Company"), and together with its subsidiaries, (the "Group") was placed on the watch-list under Minimum Trading Price ("MTP") Entry Criteria and Financial Entry Criteria pursuant to Listing Rule 1311 on 5 June 2017 and 5 June 2018 respectively.

Pursuant to Listing Rule 1313(2), the Board of Directors of the Company wishes to provide the following updates for the year ended 30 June 2018 ("2Q 2018").

Update on Financial Situation

For 2Q 2018, the Group recorded an unaudited net loss after income tax of HK$38.0 million as compared to a net loss after income tax of HK$13.1 million for the same period of last year (2Q 2017). The substantial increase of loss was mainly due to the impairment loss on trade receivables, HK$23.2 million recognized in 2Q 2018.

For more details on the results and financial position of the Group for 2Q 2018, please refer to our separate announcement released on 6 August 2018.

Update on Future Direction

We have three longstanding major customers who have unfortunately not fulfilled their obligations. Despite many attempts to recover the receivables and to accept the delivery of finished products ordered, efforts have not so far produced any favorable outcome. The added expenses and efforts of legal recourse did not bear any fruit. Fortunately we have a few new customers, but with limited resources, we will have to go through a major fund raising exercise by way of a rights issue before we can possibly overcome the huge provision we have to make. As the cash situation of the group is very tight, management is in discussion with its many suppliers to seek their support by way of progress payments of payables.

Every effort is being made to turn the company around. A new interim CEO has been appointed to lead this effort. The Group has also made several new key senior management changes as part of the renewal and restructuring process.

The group has still several new exciting product offerings which will be marketed to hopefully much better customers. Our product development programs include creating smart audio speakers with intuitive features such as Voice Recognition (VR) control and other complementary Internet of Things (IoT) appliances.

There are many small companies that we are talking to, for possible synergistic mergers by way of share swap.

The Company will continue to consider various options to meet the requirements of Rule 1314(1) and Rule 1314(2) of the SGX-ST Listing Manual pursuant to the Financial Exit Criteria and MTP Exit criteria and will update its shareholders in due course.

The Company will make further announcements to update shareholders of the Company as and when there are any material developments in this matter.

BY ORDER OF THE BOARD

Tan Tien Hin Winston
Non-Executive Chairman and Director

6 August 2018