SPINDEX INDUSTRIES LIMITED
(Registration No. 198701451M)

TIGHTENED MOVEMENT CONTROL ORDER (TMCO3.0) IMPOSED BY THE GOVERNMENT OF MALAYSIA AND OTHER RELATED UPDATES

The Board of Directors of Spindex Industries Limited (the "Company") wishes to inform that the Government of Malaysia has announced a Tightened Movement Control Order (TMCO3.0) on the 23 May 2021. The TMCO3.0 will take effect on the 25 May 2021 until the 7 June 2021.

In our previous announcement dated 30 April 2020, we have informed that the Government of Malaysia has allowed our factory in Johor Bahru, Malaysia ("Malaysia factory"), to resume operations pertaining to the first Movement Control Order ("MCO"). Subsequent revisions to MCO did not have any direct implications to the sector the Malaysia factory operates in. The operational impact of a shutdown in February 2021 due to Covid cases in our Malaysia factory was mitigated as it was for less than a week and the Malaysia factory brought forward its planned Chinese New Year shutdown to coincide with the shutdown.

The TMCO3.0 has regulated that only 60% of all staff is allowed to be at the workplace, and the balance 40% to work from home. As this will affect the number of operational staff available to work on site, there will be an impact to our Malaysia factory as operations are reduced. However, as there are other factors, such as supply and demand that remains volatile, the financial impact of the TMCO3.0 is not quantifiable currently.

As a general update, the COVID-19 impact worldwide has and will continue to have a volatile impact on the Group's operations, customers, supply chain for the foreseeable future. The Company is closely monitoring the situation and shall keep shareholders informed of any material developments as and when they arise.

BY ORDER OF THE BOARD

Tan Choo Pie @ Tan Chang Chai
Chairman

24 MAY 2021