
Update on disposal of Phase 2 Factory Assets

The Board of Directors (the “Board”) of Asiaphos Limited (the “Company” and together with its subsidiaries, the “Group”) refers to its previous announcement dated 29 November 2021, 1 November 2022, 11 November 2022, 1 December 2022 and 28 February 2023 and 9 May 2023 and wishes to announce that there will be further delays to the completion of the transaction.

Sichuan Mianzhu Huaxinfeng Food Co.,Ltd. (‘the Buyer” or Huzxingfeng) and the Management of the Company’s subsidiaries have been trying to effect the legal transfer of the Phase 2 Factory Assets. The Mianzhu Land Management Bureau requested for a supplementary agreement for the phase 2 land use right transfer, detailing the land information, such as certificate number and land area, in order to pass the approval as soon as possible and complete the land use right transfer. The supplemental agreement has been executed on 8 June 2023 by the parties and submitted to the Mianzhu Land Management Bureau. There was no material change to the key terms in the original sales and purchase agreement that was signed by the parties on 29 November 2021.

The Mianzhu Land Management Bureau has also requested for supporting documents to substantiate that the Group had incurred at least 25% of total investment of RMB150 million. This was a precondition when the Phase 2 Land Use Right was approved on 28 February 2015. The Group’s investment in the STPP Plant and office building is approximately RMB 50.1 million and exceeds the 25% minimum investment threshold.

The parties are working to comply with the requirement of the Mianzhu Land Management Bureau.

The Company will make such further announcements at the appropriate juncture, as and when there are material developments in relation to the above matters.

Shareholders and investors are advised to exercise caution when dealing in the Company’s shares. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company’s securities.

BY ORDER OF THE BOARD

Dr Ong Hian Eng
Executive Director
AsiaPhos Limited

4 July 2023

This announcement has been reviewed by the Company's Sponsor, Asian Corporate Advisors Pte. Ltd. (the “Sponsor”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (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.

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