



DRAGON GROUP INTERNATIONAL LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 199306761C)

RESPONSE TO QUERY FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

The board of directors (the "**Board**") of Dragon Group International Limited (the "**Company**") and together with its subsidiaries, collectively the "**Group**") sets out below its response to query from the SGX-ST received on 4 May 2020.

SGX Queries:

We note that the Company has been suspended since May 2018, please clarify:-

- (i) *The Board's assessment on the Company's ability to continue as a going concern and the basis for its assessment.*

ASTI Board of Directors in their board meeting on 28 February 2020 has agreed to continue to provide financial support, if necessary, to enable the Group and DGI to continue operations for the next twelve months from the date of the financial statements and at the request of DGI, agreed not to recall the loan amounts owed to the Company by DGI as at 31 December 2019, for the next 12 months from the date of DGI's financial statement.

The DGI board of directors opined that with the financial support of its major shareholder ASTI Holdings Limited, it will be able to operate on a going concern basis.

BY ORDER OF THE BOARD

Dr Daniel Yeoh Ghee Chong
Acting Chairman

6 May 2020