

ACESIAN PARTNERS LIMITED
(Company Registration Number: 199505699D)
(Incorporated in the Republic of Singapore)

**RECEIPT OF GARNISHEE ORDER OF BANK ACCOUNT OF A SUBSIDIARY IN
RELATION TO THE WORKS PERFORMED AT T1 CHANGI AIRPORT EXTENSION**

The Board of Directors of Acesian Partners Limited (the **%Company+**), together with its subsidiaries (collectively the **%Group+**), refer to the announcement dated 9th November 2016 in relation to the termination of the sub-contract between its wholly-owned subsidiary, Acesian Star (S) Pte. Ltd. (Under Judicial Management) (**%ASPL+**) and Takenaka Corporation (**%TC+**), for the ACMV Sub-Contract Works at Terminal 1 Changi Airport Extension (the **%Sub-Contract+**).

Approximately 15 months after the commencement of the Sub-Contract works by ASPL, fully owned subsidiary Active Building Technologies Pte Ltd (**%ABT+**), ASPL had, on 4th November 2016 and 8th November 2016, received letters from TC's lawyers giving notice to ASPL that TC is terminating ASPL under the Sub-Contract pursuant to Clause 20(1)(e) of the Sub-Contract, on the basis that it has come to TC's knowledge that ASPL sub-contracted the whole or part of the Sub-Contract works to ABT, without TC's prior written consent.

In response, the Company's position is that the termination of ASPL under the Sub-Contract was unjustified, as TC was aware and had allowed ASPL to sub-contract the whole or part of the Sub-Contract works to ABT since the commencement of the Sub-Contract works. TC had not raised any objections to this arrangement, and had worked closely with ABT's personnel for 15 months before abruptly terminating the Sub-Contract with ASPL in November 2016. The Company notes that after terminating the Sub-Contract, TC engaged most of ABT's engineers and all of ABT's sub-contractors, including Unitex Engineering Pte Ltd (**%Unitex+**), to continue working on the Terminal 1 Changi Airport Extension Project.

By way of an announcement dated 23 November 2017, the Company had informed the shareholders that on 17 November 2017, ABT received a Statutory Demand for payment from the lawyers of Unitex, demanding that the sum of S\$1,546,635.29 plus all further accruing interest be paid to Unitex or their solicitors, secured, or compounded to the reasonable satisfaction of Unitex, within 21 days from the date of the Statutory Demand, that is, by 8th December 2017, failing which, Unitex shall be entitled to present a winding-up application in court for a winding-up order to be made against ABT.

The Company would like to update the shareholders that on 18 December 2017, Unitex applied via HC/OS 1217/2017 for a garnishee order on Malayan Banking Berhad (**%Maybank+**). Unitex has sought to attach ABT's bank account with Maybank in satisfaction of the sum of S\$1,562,716.48 plus all further accruing interest (the **%Full Sum+**) due to Unitex.

On 9th January 2018, at the hearing of HC/OS 1217/2017, Unitex was granted a final garnishee order for the total amount in ABT's bank account with Maybank as at 17 December 2017 in the sum of S\$43,369.74.

The Directors have announced that the Full Sum, if enforced, may have a material impact on the financial position of the Group for the financial year ending on 31 December 2017.

The Company will make the necessary announcements as and when there are material developments on this matter.

BY ORDER OF THE BOARD

Wong Kok Chye
Executive Director
16th January 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST 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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