

## **iFAST CORPORATION LTD.**

(Incorporated in the Republic of Singapore)  
(Company Registration No. 200007899C)

---

### **APPOINTMENT OF LEAD FINANCIAL ADVISER IN RELATION TO THE POTENTIAL CAPITAL INVESTMENT IN THE GREATER CHINA BUSINESS**

---

#### **1. APPOINTMENT OF LEAD FINANCIAL ADVISER**

The board of directors (the “**Board**” or “**Directors**”) of iFAST Corporation Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that it has on 21<sup>st</sup> August 2018 appointed PricewaterhouseCoopers Corporate Finance Pte Ltd as the lead financial adviser to advise and assist the Company in identifying and discussing with potential institutional and/or other investors for its Hong Kong and China businesses (collectively, “**Greater China Business**”).

#### **2. THE PROPOSED INVESTMENT AND RATIONALE**

The Board wishes to inform the shareholders of the Company (“**Shareholders**”) that the Group intends to enlarge the share capital of iFAST Hong Kong Holdings Limited (“**IHKH**”) and iFAST China Holdings Pte. Ltd. by about 15% (the “**Proposed Investment**”). In connection with the Proposed Investment, the Company’s subsidiaries in Hong Kong shall be restructured to be held under IHKH directly.

The Group intends to use the proceeds from the Proposed Investment to grow the Group’s Greater China Business, including but not limited to the virtual banking business it is pursuing in Hong Kong. It was disclosed in the Company’s unaudited second quarter and half year 2018 financial statements announcement released on 28<sup>th</sup> July 2018 that the Group has, through one of its Hong Kong subsidiaries, applied to the Hong Kong Monetary Authority for a Virtual Banking license in Hong Kong.

#### **3. POTENTIAL FINANCIAL IMPACT**

Based on the audited financial results for the financial year ended 31 December 2017 (“**FY 2017**”), the Group’s Hong Kong business (including all the subsidiaries in Hong Kong) net profit was S\$2.12 million and the Group’s China business net loss was S\$4.17m. Assuming the Company’s interest in Greater China Business had been diluted by 15% at the beginning of FY 2017, the Proposed Investment would have increased net profit of the Group for FY 2017 by approximately S\$0.34 million.

The Proposed Investment is expected to be done at above book value of the Greater China Business and this is estimated to bring about a positive effect on the Group’s net tangible assets.

#### **4. CAUTIONARY STATEMENT**

Shareholders and potential investors of the Company are advised to read this announcement and further announcements by the Company carefully. There is no certainty or assurance as at the date of this announcement that the Group will be awarded the Virtual Banking licence or that the Proposed Investment will be successful and completed. Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their

interests, and to exercise caution when dealing in the securities of the Company. The potential financial impact of the Proposed Investment has been calculated based on publicly disclosed historical financial information of the Group; however, PricewaterhouseCoopers Corporate Finance Pte Ltd has not independently verified the potential financial impact as presented above. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

## **5. DIRECTORS' RESPONSIBILITY STATEMENT**

The Directors (including those who may have delegated detailed supervision of this Announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this Announcement are fair and accurate and, where appropriate, no material facts have been omitted from this Announcement, and they jointly and severally accept responsibility accordingly.

Where any information has been extracted or reproduced from published or otherwise publicly available sources, the sole responsibility of the Directors has been to ensure through reasonable enquiries that such information has been accurately and correctly extracted from such sources or, as the case may be, accurately reflected or reproduced in this Announcement.

### **By Order of the Board**

Lim Chung Chun  
Chairman / Chief Executive Officer

21<sup>st</sup> August 2018