
**INCREASE IN ISSUED AND PAID-UP SHARE CAPITAL OF WHOLLY-OWNED
SUBSIDIARY PLANETSPARK PTE. LTD. FOR INVESTMENT INTO MERIDIAN
INNOVATION PTE. LTD.**

1. INCREASE IN PAID-UP SHARE CAPITAL

The Board of Directors (“Board”) of Excelpoint Technology Ltd. (“Company”), together with its subsidiaries (“Group”) wishes to announce that the Company has increased the issued and paid-up capital in its wholly-owned subsidiary, PlanetSpark Pte. Ltd. (“PlanetSpark”), by US\$2,000,000 (“Capital Increase”) from US\$1,000,000 to US\$3,000,000.

2. INVESTMENT INTO MERIDIAN INNOVATION PTE. LTD.

The Capital Increase is to provide funding to PlanetSpark, the Company’s entrepreneurial and investment arm, to invest US\$2,000,000 in cash in Meridian Innovation Pte. Ltd. (“Meridian”), a Singapore based company with a stake of 6.53%. This investment is in line with PlanetSpark’s focus on investing in innovative start-ups and harnessing new market opportunities complementary to the Company’s business model.

For the avoidance of doubt, the Company’s investment in Meridian does not fall within the scope of Chapter 9 (Interested Person Transactions) of the listing manual of the Singapore Exchange Securities Trading Limited, notwithstanding that Mr Phuay Yong Hen (“Mr Phuay”), a Director and the Chief Executive Officer (“CEO”) of the Company, is a Shareholder and Director of AP21 Holdings Pte. Ltd. (“AP21”), holds a stake of 1.63% in Meridian.

3. INFORMATION ON MERIDIAN INNOVATION PTE. LTD.

Meridian Innovation, headquartered in Singapore, is a pioneering developer of advanced Complementary metal-oxide-semiconductor (“CMOS”) Thermal Imaging solutions with operations also in Hong Kong, USA and UK. They are in the development of cost effective and high-performance Thermal Imaging Sensor based solutions for commercial and consumer applications that will enable safer and better living.

Their technology utilises a unique patented approach in fabricating MEMS LWIR sensors based on only CMOS. Combining a proprietary wafer-level vacuum packaging allows Meridian to produce their sensors at lower cost and mass producible volume.

4. RATIONALE OF THE INVESTMENT

In deciding to invest in Meridian, PlanetSpark has considered that it will enhance its current portfolio and allow the Group to grow its strengths and capabilities in the IoT ecosystem, specifically in its sensor technology offering.

Accordingly, the management of the Company is of the view that it is commercially advantageous for the Group for PlanetSpark to invest in Meridian as there are strong synergies.

5. FINANCIAL EFFECTS OF THE INVESTMENT

The above transaction was funded through the Group's internal resources and is not expected to have any material financial impact on the consolidated net tangible assets per share and consolidated earnings per share of the Company and the Group for the current financial year ending 31 December 2019.

6. DIRECTORS AND CONTROLLING SHAREHOLDERS INTERESTS

As mentioned above in Paragraph 2., Mr Phuay, a Director and the CEO of the Company, is a shareholder and director of AP21. Save for Mr Phuay, none of the directors or controlling shareholders of the Company has any interest in the above transactions, save for their interests arising by way of their shareholdings and/or directorships, as the case may be, in the Company.

7. DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the Agreements are available for inspection during normal business hours at the Company's registered office at 15 Changi Business Park Central 1 #06-00 Singapore 486057.

By Order of the Board

Wong Yoen Har
Company Secretary

12 June 2019