



COSMOSTEEL HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 200515540Z)
(the “**Company**”)

**QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL
OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED**

Background

CosmoSteel Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) was placed on the watch-list under the financial entry criteria (“**Watch-list**”) pursuant to Rule 1311 of the Listing Manual on 5 June 2018 as it recorded pre-tax losses for the then three (3) most recently completed consecutive financial years (based on the audited full year consolidated accounts of the Company) and an average daily market capitalisation of less than S\$40 million over the last 6 months prior to 1 June 2018.

The Company remains on the Watch-list as at the date of this announcement as the Company did not meet the exit criteria pursuant to Rule 1314 of the Listing Manual (the “**Exit Criteria**”) read with Practice Note 13.2 (Watch-List) as at 31 March 2021.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the “**Board**”) wishes to provide an update on its efforts and the progress made in meeting the Exit Criteria.

Update on Future Direction and Other Material Developments

In view of the reduced demand from its customers amidst the challenges faced due to the ongoing COVID-19 pandemic situation, the Group has been actively exploring options to expand our offerings of products and services and to develop or expand into new markets.

The Group has taken certain measures in 1HY2021 to expand its product offerings to include cable and cable management products and structural products such as flats, plates, channels and beams. While the Group has historically not engaged in the supply of such products, its customers do require or procure such products from time to time, and the Group may be able to leverage on their existing projects or relationships with such customers to meet their requirements for such products.

The Group has also been actively exploring how it can develop or expand into certain overseas markets for its products and services. The Group has appointed marketing agents to market its products in various jurisdictions and will continue to aggressively pursue opportunities in such markets once there is an easing of travelling restrictions imposed due to the COVID-19 pandemic situation.

Apart from the foregoing, the Company continues to explore other measures such as a possible diversification into other business activities as well as possible fund-raising efforts and/or other share issuance, whether in connection with acquisitions or other corporate actions, *inter alia* with a view to satisfying the Exit Criteria.

The Company will keep Shareholders duly informed of any subsequent material developments in relation to the foregoing, and/or affecting the Company and/or its business.

Update on Efforts for Satisfying Exit Criteria

As announced on 5 March 2021, as the Company needs more time to explore options to satisfy the Exit Criteria, the Company had on 5 March 2021 submitted an application to the SGX-ST (the “**Application**”) seeking an extension of time for a further period of 12 months up to 5 June 2022 for the Company to satisfy the Exit Criteria.

The Company understands that the SGX-ST is currently reviewing the Application and the Company will keep Shareholders duly informed of the outcome of the Application (including any other relevant material developments in relation thereto) via further announcements as and when appropriate.

The Company would like to remind all shareholders that there is no assurance that the SGX-ST will grant the abovementioned extension. As such, shareholders of the Company are advised to exercise caution when dealing in the shares of the Company and to refrain from taking any action in relation to their shares which may be prejudicial to their interests. Persons who are in doubt, as to the action they should take, should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

BY ORDER OF THE BOARD

Ong Tong Hai
Chief Executive Officer and Executive Director
10 May 2021