

APPLICATION FOR REMOVAL OF THE COMPANY FROM THE SGX-ST WATCHLIST

1. The Stratech Group Limited was listed on the Singapore Exchange Securities Trading Limited (“SGX-ST”) in place of Stratech Systems Limited on 6 April 2015, following a scheme of arrangement approved by the High Court of Singapore on 19 March 2015. For all practical purposes, either company will be referred to as the “Company” unless otherwise specified.
2. The Board of Directors of the Company (the “Board”) refers to the announcement dated 4 June 2013 in relation to the Company’s inclusion on the watch-list of the SGX-ST (“Watch-list”) with effect from 5 June 2013 and the announcement dated 19 May 2015 in which the Company was granted an extension by SGX-ST of up to 12 months from 4 June 2015 to meet the requirements of Rule 1314 of the Listing Manual and to submit an application to the SGX-ST for the removal from the Watch-list pursuant to the said Rule.
3. Rule 1314(1) of the SGX-ST Listing Manual (the “Listing Manual”) provides that the Company may apply for its removal from the Watch-list if the Company records consolidated pre-tax profit for the most recently completed financial year (based on the latest full year consolidated audited accounts excluding exceptional or non-recurrent income and extraordinary items) and has an average daily market capitalisation of S\$40 million or more over the last 120 market days on which trading was not suspended or halted.
4. Based on the Company’s latest full year consolidated audited accounts, the Company has recorded consolidated pre-tax profit of S\$731,722 for the most recently completed financial year, being FY2015. In addition, the Company has achieved an average daily market capitalisation of S\$40 million or more over the last 120 market days on which the Company’s trading was not suspended or halted.
5. Based on the foregoing, the Company has submitted an application to SGX-ST for the removal of the Company from the Watch-list. The Company will keep the shareholders updated on the aforementioned application as and when appropriate.

By Order of the Board

Ms. Leong Sook Ching
Company Secretary

14 July 2015

