



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

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**UPDATE ON APPLICATION FOR FURTHER EXTENSION OF TIME TO SATISFY THE  
REQUIREMENTS FOR REMOVAL FROM THE SGX-ST WATCH-LIST**

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**BACKGROUND**

The Board of Directors (the “**Board**”) of CosmoSteel Holdings Limited (the “**Company**” and together with its subsidiaries the “**Group**”) refers to the announcement (“**Announcement**”) released by the Company on 25 February 2022 in relation to the Company’s application for further extension of time to the SGX-ST to satisfy the requirements for removal from the watch-list.

Unless otherwise defined, all capitalised terms used herein shall bear the same meaning ascribed to them in the Announcement.

**EXTENSION OF TIME GRANTED BY SGX-ST**

The Board is pleased to announce that the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) has on 20 April 2022 confirmed that it has no objection to the Company’s application for an extension of time to 4 June 2023 (the “**Waiver**”), (being an extension of a further 12 months from the current deadline of 4 June 2022) for the Company to satisfy the Exit Criteria, subject to the following:

- (a) the Company announcing the Waiver granted, the reasons for seeking the Waiver, the conditions as required under Mainboard Listing Rule 107 and if the Waiver conditions have been satisfied. If the Waiver conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met; and
- (b) submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors’ decision which has yet to be announced by the Company.

**RATIONALE FOR SEEKING EXTENSION OF TIME**

As announced by the Company on 25 February 2022, the Company had on 25 February 2022 applied to the SGX-ST seeking a further extension of time of up to 4 June 2023 (being an extension of a further 12 months from the current deadline of 4 June 2022) for the Company to satisfy the Exit Criteria (the “**Application**”).

The Application was sought based on, *inter alia*, the following reasons:-

- (a) Since the Earlier Extension Application, the Company has maintained its profitability, with an audited consolidated pre-tax profit of S\$2,262,000 for the most recently completed financial year of the financial year ended 30 September 2021;

- (b) The net asset value (NAV) of the Group as at 30 September 2021 was approximately S\$82,374,000 and the NAV per share was approximately S\$0.28. The Group has also built up a very healthy cash and cash-equivalent position, with a cash and cash-equivalent balance of approximately S\$32,549,000 as at 30 September 2021. Notwithstanding the Company's and the Group's financial position as stated above, the Company's share price has remained static, and trading in the Company's shares has also been relatively illiquid;
- (c) The range of traded share prices (based on the closing market price traded on the SGX-ST) for the past 6 months from 25 August 2021 to 24 February 2022 was between approximately S\$0.088 to approximately S\$0.100, so the shares are trading significantly below the NAV per share; and
- (d) In view of the foregoing and after further deliberations, the Board is of the view that it may be beneficial for the Company to have more time to explore options to satisfy the Exit Criteria.

### **SATISFACTION OF CONDITIONS**

Following the disclosures in this announcement, the Company will have complied with the conditions of the Waiver above. The Waiver will not be effective if any of the above conditions have not been fulfilled. In addition, the Company is also required to make an immediate disclosure via SGXNet if it is or will be in contravention of any laws and regulations governing the Company and the constitution of the Company arising from the Waiver, and in this respect the Company confirms that it is not in any such contravention.

### **BY ORDER OF THE BOARD**

Ong Tong Hai  
Chief Executive Officer and Executive Director  
21 April 2022