

POWERMATIC DATA SYSTEMS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No.: 198900414E)

FURTHER UPDATE ON THE PROPOSED DIVIDEND *IN SPECIE*

Unless otherwise defined herein, all capitalised terms used in this announcement shall have the same meanings as ascribed to them in the Company's announcement dated 11 June 2021 (the "Announcement").

The Board of Directors (the "**Board**") of Powermatic Data Systems Limited (the "**Company**") refers to the Announcement and the Company's update announcement dated 27 August 2021 in relation to the Proposed DIS.

As disclosed in the Announcement, the Proposed DIS and the completion thereof are subject to, *inter alia*, there being a Cash Alternative. As further disclosed in the announcement on 27 August 2021, to address certain key regulatory issues, alternative options or structures in relation to the Cash Alternative and/or the proposed transaction were being evaluated.

The Board wishes to inform Shareholders that having considered alternative options and structures to effect the Proposed DIS (including the Cash Alternative), the Cash Alternative (which is a key component of the Proposed DIS) is not feasible and it is accordingly not possible to proceed with the Proposed DIS.

The Board will nevertheless continue to explore options relating to the Group's capital and asset structure in order to maximise shareholder value.

Shareholders are advised to read this announcement and further announcements (if any) released by the Company carefully. Shareholders are advised to exercise caution when dealing in the shares of the Company. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants and other professional advisers.

BY ORDER OF THE BOARD

Dr Chen Mun
Chairman/Chief Executive Officer
30 December 2021