

POWERMATIC DATA SYSTEMS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No.: 198900414E)

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 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.

The Board wishes to inform Shareholders that the structure of the Cash Alternative as originally planned is being reviewed to address certain regulatory issues. Accordingly, alternative options or structures in relation to the Cash Alternative and/or the proposed transaction are currently being looked into. In this connection, the reasons for the Proposed DIS as set out in the Announcement continue to remain relevant.

The Company will make further announcement(s) to update Shareholders on any material developments in relation to the Proposed DIS as and when appropriate or necessary.

Shareholders are advised to read this announcement and any further announcements released by the Company carefully. Shareholders should note that the Proposed DIS is subject to, *inter alia*, the relevant regulatory approvals and Shareholders' approval at the EGM to be convened and that there is no certainty or assurance that the Proposed DIS will eventually be carried out. In the meantime, 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
27 August 2021