

YINDA INFOCOMM LIMITED
(Company Registration No: 201506891C)
(Incorporated in the Republic of Singapore)

NON-BINDING MEMORANDUM OF UNDERSTANDING IN RELATION TO THE PROPOSED ACQUISITION OF SHARES IN THE CAPITAL OF INTERNATIONAL BIOMETRICS PTE. LTD.

The Board of Directors (the "**Board**" or "**Directors**") of Yinda Infocomm Limited (the "**Company**") wishes to announce that the Company has on 1 November 2020 entered into a non-binding memorandum of understanding (the "**MOU**") with the shareholders (the "**Vendors**") of International Biometrics Pte. Ltd. ("**InterBIO**"). The MOU sets out certain key understandings between the Vendors and the Company in respect of the Company's proposed acquisition of up to 51% of the ordinary shares in InterBIO (the "**Proposed Acquisition**").

Incorporated in Singapore, InterBIO is a software technology company specializing in the development and provision of identity management biometrics software technology and solutions.

As set out in the Company's announcement dated 29 September 2020 in relation to the recent subscription exercise, the Company intends to use a portion of the net proceeds raised to pursue new business opportunities. The Management and the Board are of the view that the Proposed Acquisition presents a new business opportunity that may be of merit to the Group. Should the Proposed Acquisition materialise, the Company will seek the approval from Shareholders of the Company for the diversification of the Group's business.

The purchase consideration will be satisfied in such manner and on such terms and conditions to be agreed between the parties, whether by cash or through the allotment and issue of ordinary shares in the capital of the Company to the Vendors. Further details will be provided upon the entry into a definitive agreement.

Subsequent to the execution of the MOU, the Company will proceed to:

- (i) Conduct due diligence with regards to InterBIO's business and commission a valuation of InterBio;
- (ii) Conduct the necessary due diligence and evaluate the feasibility of the Proposed Acquisition;
- (iii) Negotiate in good faith on the terms and conditions of a definitive agreement.

The MOU is only an expression of intent by the parties relating to the Proposed Acquisition and does not create any legally binding nor enforceable obligations on the parties.

None of the Directors or controlling shareholders of the Company and their respective associates has any interest, direct or indirect, in the MOU, other than through their respective shareholdings (if any) in the Company.

The Company will make the appropriate announcements where there are material developments that merit disclosure, in compliance with the relevant provisions of the Listing Manual Section B: Rules of Catalyst of the Singapore Exchange Securities Trading Limited.

Shareholders are advised to exercise caution in trading their shares. There is no certainty or assurance as at the date of this announcement that the Proposed Acquisition will be completed.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board

Mdm. Song Xingyi
Non-Executive and Non-Independent Chairman
2 November 2020

*This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

The contact person for the Sponsor is Mr. Ong Hwee Li (Tel +65 6232 3210), at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.