

INNOPAC HOLDINGS LIMITED

(Company Registration Number 197301788K)

(Incorporated in the Republic of Singapore)

UPDATE ON APPLICATION TO RESUME TRADING OF THE COMPANY'S SHARES

The Board of Directors (the "**Board**") of Innopac Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Company's announcements of 6 June 2018, 7 June 2018 and 9 October 2018 ("**Announcements**"). All capitalised terms used but not defined herein shall, unless the context otherwise requires, shall have the meaning as set out in the Announcements.

The Board wishes to update Shareholders that the Company had submitted an application to SGX-ST on 19 October 2018 for the resumption of trading in the shares of the Company.

On 25 October 2018, SGX-ST notified the Company that its application for trading resumption is premature and rejected for the following reasons:

- (a) Based on the Company's announcement on 9 October 2018, the Claim by Saxo Bank A/S has not been settled and there was no clarity, based on the Board's conclusion that it can "reasonably assess its financial position", whether and how the Company will be able to operate as a going concern;
- (b) In the Company's Annual Report, concerns were raised by the Company's independent auditor ("**Auditor**") in the Auditor's Report dated 12 October 2018, on the Company's investments and opening balances of the Company's financial statements and the Auditor had issued a disclaimer of audit opinion, *inter alia*, on the appropriateness of its going concern assumption in relation to the Company's financial statements for the 18-Months period ended 30 June 2018 and the Company has not demonstrated that it is able to operate as a going concern;
- (c) The Company had appointed Provenance Capital Pte Ltd to review its investment process and report on its findings. The report is pending finalisation and has not been announced and the Company should work towards compliance with the notice of compliance; and
- (d) The Company has not addressed the issues raised by the Auditors and Provenance Capital Pte Ltd in their respective reports to enable the market to operate in a fair, orderly and transparent manner so that investors can make an informed decision about the Company.

The Company is evaluating the aforesaid matters raised by SGX-ST and intends to engage with SGX-ST further on the Company's application to resume trading. The Company will make further announcements as and when there are material developments on this matter.

Shareholders and other investors are reminded to exercise caution when dealing in the securities of the Company and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers if they are in doubt about the actions that they should take.

BY ORDER OF THE BOARD
INNOPAC HOLDINGS LIMITED

Wong Chin Yong
Chairman and Chief Executive Officer
26 October 2018