

INNOPAC HOLDINGS LIMITED
(Company Registration No. 197301788K)
(Incorporated in the Republic of Singapore)
("Company" and together with its subsidiaries, the "Group")

SETTLEMENT OF SAXO BANK'S CLAIM

*Unless otherwise expressly defined or described herein, all capitalised words shall have the same meaning as defined in the Company's announcements of 6 June 2018, 9 October 2018, 26 October 2018 and 19 February 2019 ("**Announcements**").*

The Board of Directors of the Company ("**Board**" or "**Directors**") refers to the Announcements and is pleased to announce that the Company has on 1 April 2019 reached a settlement ("**Settlement Agreement**") with Saxo Bank on a full and final basis, with no admission of liability, of all issues, disputes, and/or claims between Saxo Bank, its subsidiaries and affiliates, and the Company and its subsidiaries (including Heritage Investment Corporation ("**Heritage**") and Wang Da Investment Limited ("**Wang Da**") and affiliates, including but not limited to the Claim in High Court S1054/2018 and the Company's counterclaims against Saxo Bank in relation thereto ("**Settlement**").

Under the terms of the Settlement:

1. The Company has paid a sum of S\$6,000 to Saxo Bank upon execution of the Settlement Agreement to meet Saxo Bank's legal costs for interlocutory proceedings in relation to S1054/2018 and will pay a sum of S\$500,000 to Saxo Capital Markets Pte Ltd ("**SCM**") within 3 weeks of the date of the Settlement Agreement ("**Deposit**"), upon receipt of which, Saxo and the Company shall consent to a stay of the legal proceedings in S1054/2018 whilst the Company undertakes the Proposed Placements as announced by the Company on 9 October 2018 and 19 February 2019.
2. Subject to paragraph 5 below, subject to completion of the Proposed Placements, the Company shall set aside the amount of S\$3,338,000 from the net proceeds of the Proposed Placements to be paid to Saxo Bank and the Company agrees that the cash and shares in its trading account with SCM ("**SCM Account Assets**") , shall belong to Saxo Bank and Saxo Bank shall be entitled to deal with them.
3. Subject to paragraph 5 below, the SCM Account Assets, the Deposit and the sums of S\$3,338,000 and S\$6,000 paid and to be paid to Saxo Bank ("**Settlement Sum**") shall together, constitute full and final settlement of all issues, disputes and/or claims between Saxo Bank, its subsidiaries and affiliates, and the Company, its subsidiaries (including Heritage and Wang Da) and affiliates, including but not limited to the disputes in S1054/2018.
4. Upon full payment of the Settlement Sum, each of Saxo Bank and the Company unconditionally and irrevocably waives and releases any claim, matter and/or issue that it (or its subsidiaries and affiliates) has or may have against the respective other and its subsidiaries and affiliates (including Heritage and Wang Da in the case of the Company), as well as any of their respective current or former employees, officers, board and/or committee members.
5. As the Proposed Placements are subject to, *inter alia*, approval of the Shareholders at the EGM and the approval of the SGX-ST for the dealing in, listing of and quotation for the Placement Shares, if the Proposed Placement is not successful, Saxo and the Company shall be entitled to proceed with their respective Claim and counterclaim in S1054/2018. In the event that the court hearing S1054/2018 determines that Saxo Bank is not entitled to the Claim, Saxo Bank shall procure SCM to return the Deposit to the Company within 3 weeks of such determination. In the event that the court determines that the SCM Account Assets were not pledged to Saxo Bank, Saxo Bank shall return and/or release the SCM Account Assets to the Company within 3 weeks of such determination.

Trading Caution

Shareholders are advised to exercise caution in trading their Shares. The Settlement is subject to completion of the Proposed Placements as set out the Announcements. There is no certainty or assurance as at the date of this announcement that the Proposed Placements will be completed or that no changes will be made to the terms thereof. The Company will make the necessary announcements when there are further developments. Shareholders and potential investors 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
INNOPAC HOLDINGS LIMITED**

Leng Yew Chee Philip
Executive Director
4 April 2019