



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

APPLICATION FOR A 1-MONTH (30 DAYS) EXTENSION OF TIME TO HOLD THE COMPANY'S ANNUAL GENERAL MEETING FOR THE FINANCIAL YEAR ENDED 31 MAY 2020

1. INTRODUCTION

The Board of Directors (the “**Board**” or the “**Directors**”) of Yinda Infocomm Limited (the “**Company**”, and together with its subsidiaries, collectively, the “**Group**”) wishes to announce that the Company has made an application, through the Company’s sponsor, to the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) for a 1-month extension of time from 30 September 2020 to 30 October 2020 for the Company to hold its annual general meeting (“**AGM**”) for the financial year ended 31 May 2020 (“**FY2020**”)(the “**Extension Application**”).

2. BASES FOR EXTENSION APPLICATION

The reasons for the Extension Application are as follows:

- (i) As a result of the coronavirus disease 2019 (“**COVID-19**”) situation, the Group faced the following disruptions to its operations in Singapore, Thailand and the Philippines.

Singapore

In Singapore, the Group had to adopt and implement precautionary measures including work-from-home arrangements where the employees in Singapore office, including the finance team had to operate from home during the Circuit Breaker period. Even after Phase 2 of the Circuit Breaker which ended on 18 June 2020, the Group continued to implement default work-from-home arrangement for all employees (except for essential work-task such as meeting with the auditors), while general workers and engineers will report to work on-site. This was exacerbated by movements in the finance team. As a result, the Company had insufficient manpower to support the finalisation of its audited financial statements within the required deadline.

In addition, the Company had effected a change of auditors during the year taking into account cost considerations and the current economic environment, and the current Group auditors, Baker Tilly LLP (“**Baker Tilly**”), had been appointed with effect from 28 May 2020. The appointment date was very close to our financial year end 31 May 2020 and as such, Baker Tilly was unable to perform any interim audit procedures.

Thailand

In Thailand, the Emergency Decree declared by the government on 26 March 2020 has been extended until 30 September 2020 (and may be further subject to a monthly extension). Despite the Company's office in Bangkok being allowed to resume its usual operations with relevant social distancing measures in place since early May 2020, the Group's customers continued to implement work-from-home or work-in-shifts arrangements. This resulted in delays of the project implementation progress due to restriction of site visit or meeting arrangements which affected the work processes of the Group's Thailand operations.

Philippines

The Group's offices in Manila had to be closed on 1 April 2020 to 31 May 2020 while all employees are placed under work-from-home basis pursuant to the government's imposition of the Enhanced Community Quarantine ("ECQ"). On 16 May 2020, the government relaxed the ECQ and put Manila under the modified ECQ ("MECQ"). Within this framework, government offices and selected private businesses were allowed to work at 50% capacity, but still required to wear face masks and carry out social distancing. From 1 June 2020 to 3 August 2020, the Philippines government further relaxed measures under the General Community Quarantine ("GCQ") but reverted back to the MECQ from 4 August 2020 to 18 August 2020 following a resurgence in the number of COVID-19 cases. From 19 August 2020 till 30 September 2020, Manila is under GCQ.

The Group offices in Manila resumed operations on 1 June 2020 with minimum number of employees (50% as allowed under MECQ) with shortened working days, while most of the employees were still under work-from-home arrangements. The Group's office in Manila was once again put on a halt when the government reverted back to MECQ from 4 August 2020 to 18 August 2020.

- (ii) As a result of the above, the component auditors in the Philippines were only able to commence the audit process on 25 June 2020 and were subject to further movement restrictions or other measures imposed by the local government which could delay the performance of audit procedures by the component auditors. The Group's External Auditors in Singapore, Baker Tilly, is currently awaiting the audit clearances and satisfactory resolution of outstanding matters such as stock count arrangements and audit confirmations from bank, customers, and suppliers to finalise the audit. In addition, Baker Tilly is still in the midst of discussing and finalising with the component auditors on matters pertaining to revenue recognition in respect of a customer in the Philippines.
- (iii) Lastly, taking into consideration the current business environment, the Company is also in the midst of preparing a 5-year forward looking profit and cash flow projection in order to ascertain the need for an impairment of subsidiaries as well as the going concern consideration of the Group as a whole.

As a result of the above, the Group is unable to finalise its FY2020 annual report and to hold the AGM for FY2020 by 30 September 2020.

3. APPLICATION TO ACCOUNTING AND CORPORATE REGULATORY AUTHORITY

The Company will be concurrently applying to the Accounting and Corporate Regulatory Authority of Singapore (“**ACRA**”), under Section 201(1) of the Companies Act (Chapter 50) of Singapore for an extension to table its audited financial statements at its AGM for FY2020. The Company will provide updates on the status of its application to ACRA in due course.

The Company will also update shareholders on the outcome of the Extension Application in due course.

By order of the Board

Mdm. Song Xingyi
Non-Executive and Non-Independent Chairman
11 September 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.