

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

INVESTMENT IN PT. PATTRA AKSA JAYA

1. INTRODUCTION

- 1.1. The board of directors (the “**Board**” or the “**Directors**”) of Yinda Infocomm Limited (the “**Company**”, together with the subsidiaries, the “**Group**”) wishes to inform its shareholders that the Company has entered into a convertible note agreement (the “**Convertible Note Agreement**”) with PT. Pattra Aksa Jaya (“**PAJ**”) and its shareholders on 10 May 2021, pursuant to which the Company has subscribed for and PAJ has issued, a 2.75% p.a. convertible note in the total principal amount of S\$370,000 (the “**Convertible Note**”).
- 1.2. The Convertible Note has a maturity date of 90 days from the date of the Convertible Note Agreement (the “**Maturity Date**”) and can be converted by the Company on or prior to the Maturity Date into 261 ordinary shares in the share capital of PAJ (the “**PAJ Investment**”).

2. INFORMATION ON PAJ

- 2.1. PAJ is a company incorporated in Indonesia in 2002, and as at the date of this announcement, owned by PT. Permana Acalapati Technology (“**PAT**”) (90%) and Djojo Dipietro Poernomo (10%). PAJ currently has an issued and paid-up capital amounting to IDR 3,000,000,000 (approximately S\$281,000)¹ represented by 3,000 shares. PAJ holds the right to the SAM-Server solution² and has secured a contract with Bank DKI to deliver its solutions.
- 2.2. The shareholders and directors of PAJ are unrelated to the Group’s directors, substantial shareholders and their associates.

3. RATIONALE

PAJ currently has a cooperation agreement with Bank DKI (the “**Cooperation Agreement**”), Bank DKI is a regional development bank owned by the Provincial Government of Jakarta. The Cooperation Agreement which is valid until 30 December 2023 provides for PAJ to act, *inter alia*, as a merchant aggregator to accept Bank DKI’s JakCard and prepare a merchant-side app for payment transactions using JakCard.

Under the Cooperation Agreement, PAJ intends to start servicing Bank DKI using its SAM-Server solution. The SAM-Server system is a back-end system that will enable card based electronic money transactions, which are live, to be immediately reconciled with the central server of a bank. PAJ shall next integrate the Sam-Server (back end) system with its PAKE-KTP / KTPay (front-end) payment system, for payments/purchases and balance top-ups that are integrated into the JakCard platform, to give Bank DKI’s customers a truly seamless payments and receipts experience.

The Group plans to work with PAJ to integrate the PAKE-KTP / KTPay payment system with the smart chip feature of the Indonesian electronic national identity card (e-KTP) containing the biometric data of the cardholder, which is the core feature of the identity management biometrics solutions of PT International Biometrics Indonesia, and promote the wider usage of

¹ References to exchange rate of IDR 10,650 : S\$1.00 in this announcement are extracted from www.oanda.com as at 9 May 2021.

² The copyright for SAM-Server solution to enable online-to-offline (O2O) payments and top-up of electronic money card across multiple bank platforms is held by PAJ. This copyright covers payments that are live or online in nature where transaction reconciliation occurs immediately as opposed to at end-of-day.

the e-KTP as a secure method of payment transaction amongst Bank DKI's huge customer base.

The Group is of the opinion that the strategic value and rationale of the PAJ investment lies essentially in establishing a foothold for the Group's biometrics solutions to eventually integrate into Bank DKI's payments and customer identification systems, and thereby growing the business volumes, market usage and market recognition of the Group's identity management biometrics solutions. in Indonesia.

Further, PAJ has other customers aside from Bank DKI and the Group believes that this mutually beneficial relationship of joint development, integration and application of PAJ's systems with the Group's identity management solutions built on the e-KTP platform can and will be applied to other customers of PAJ as well.

4. NET ASSET VALUE OF PAJ

Based on the unaudited financial statements of PAJ for the financial year ended 31 December 2020, the net asset value of PAJ is IDR 6,149,935,445 (approximately S\$576,000). No valuation was conducted on PAJ.

5. CONSIDERATION

The amount of the PAJ Investment, being S\$370,000 (the "**PAJ Investment Amount**") is arrived at after arm's length negotiations between the Company and PAJ, taking into account, *inter alia*, potential synergies between the Group and PAJ, including the Group's ability to tap on the existing working relationship between PAJ and Bank DKI.

The PAJ Investment Amount will be funded from the Company's internal resources, in line with the use of net proceeds arising from the Company's subscription exercises carried out in January 2021.

6. NON-DISCLOSABLE TRANSACTION

Under Rule 1007(1) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") (the "**Catalist Rules**"), if any of the relative figures computed pursuant to Rule 1006 involves a negative figure, Chapter 10 may still be applicable to the transaction in accordance with the applicable circumstances. As the relative figures computed on the bases set out in Rule 1006 of the Catalist Rules based on the latest announced unaudited financial statements of the Group for the half year ended 30 November 2020 ("**HY2020**") are less than 5%, the PAJ Investment constitutes a "non-disclosable transaction" as defined in Chapter 10 of the Catalist Rules.

7. FINANCIAL EFFECTS OF THE PAJ INVESTMENT

The PAJ Investment is not expected to have a material impact on the Company's consolidated net tangible assets or earnings per share for the financial year ending 31 May 2021.

8. FURTHER ANNOUNCEMENTS

The Company will make the appropriate announcements as and when there are material developments on the PAJ Investment.

9. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the PAJ Investment, and the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from

published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

Information on PAJ in this announcement was provided by PAJ which has been extracted and reproduced herein. In respect of such information, the Company has not independently verified the accuracy and correctness of the same and the Company's responsibility is limited to the proper extraction and reproduction herein in the context that the information is being disclosed in this announcement.

10. CAUTIONARY STATEMENT

Shareholders are advised to exercise caution in trading their shares and should consult their stock brokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Mr. Pierre Prunier
Chief Executive Officer and Executive Director
11 May 2021

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "Sponsor").

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange 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 (telephone no.: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.