



SERIAL SYSTEM LTD

(the “Company”)

(Company Registration No.: 199202071D)

(Incorporated in the Republic of Singapore on 22 April 1992)

INCREASE IN INVESTMENT IN A SUBSIDIARY – SERIAL FACTORING (THAILAND) CO., LTD

The Board of Directors of Serial System Ltd (“the Company”) wishes to announce that its 49% owned subsidiary, Serial Factoring (Thailand) Co., Ltd (“SFT”) has increased its paid up share capital from THB 1,000,000 (US\$27,000) , comprising 100,000 ordinary shares to THB 109,000,000 (US\$2,967,000), comprising 10,900,000 ordinary shares, pursuant to the issuance of 10,800,000 new ordinary shares (the “Transaction”). The Group’s entitlement of 5,292,000 shares of SFT totalling about THB 52,920,000 (US\$1,440,000) (“Consideration”) is fully satisfied through the capitalization of an amount for THB 52,920,000 (US\$1,440,000), being amount owing from SFT to Serial System International Pte. Ltd., a wholly owned subsidiary of the Company. The other existing shareholders of SFT have subscribed fully to their entitlement for the balance 5,508,000 shares amounting to about THB 55,080,000 (US\$1,499,000).

The capital increase is to strengthen SFT’s capital structure. The Transaction is not expected to have any material financial impact on the consolidated net tangible assets per share and consolidated earnings per share of the Group for the current financial year ending 31 December 2017.

None of the Directors or controlling shareholders (as defined in the Listing Manual) of the Company has any interest, direct or indirect in the transaction.

BY ORDER OF THE BOARD

Derek Goh Bak Heng
Executive Chairman/ Group CEO

15 March 2017