



(Registration No. 199202071D)
(Incorporated in the Republic of Singapore on 22 April 1992)
(the “Company”)

INCORPORATION OF A SUBSIDIARY/ INCREASE IN PAID UP SHARE CAPITAL OF A SUBSIDIARY

The Board of Directors (the “Board”) of Serial System Ltd. (the “Company”, together with its subsidiaries, the “Group”) wishes to announce the following:

- (1) The Group’s 49% owned subsidiary, Serial Factoring (Thailand) Co., Ltd (“SFT”) has incorporated a 97% owned subsidiary, Serial Consulting Co., Ltd. (“SC”) in Thailand. SC is a consulting firm providing financial and legal consultancy services to end customers, with a registered capital of THB 5,000,000 (approximately US\$157,000) consisting of 50,000 ordinary shares at THB 100 (approximately US\$3.14) each. The initial capital contribution of SC is THB 1,250,000 (approximately US\$39,300). SFT’s 97% equity interests in SC of THB 1,212,500 (approximately US\$38,100) was funded through internal resources. The remaining 3% equity interests amounting to THB 37,500 (approximately US\$1,200) are individually held by three Thailand individuals who are minority shareholders of SFT.
- (2) The Group’s 46.4% owned Hong Kong subsidiary, Newstone Technology Limited has increased its paid up capital of its wholly owned China subsidiary, Newstone Technology (Shenzhen) Company Limited from RMB 3,200,695 (approximately US\$500,000) to its registered capital of RMB 5,000,000 (approximately US\$767,000), funded through internal resources.

The above transactions are not expected to have any material financial impact on the net tangible assets per share and earnings per share of the Company and the Group for the financial year ending 31 December 2019.

None of the Directors or controlling shareholders (as defined in the Listing Manual) of the Company has any interest, direct or indirect in the above transactions, other than through their respective shareholdings in the Company

By Order of the Board

Derek Goh Bak Heng
Executive Chairman and Group CEO
3 April 2019