



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

INCREASE IN PAID UP SHARE CAPITAL OF THE GROUP'S WHOLLY OWNED SUBSIDIARIES

The board of directors ("**Board**") of Serial System Ltd ("**Company**") and its subsidiaries ("**Group**") wishes to announce the following :-

- (1) The Company's wholly owned Singapore subsidiary, SCE Enterprise Pte Ltd ("**SCE**"), has increased its paid up share capital from US\$3,858,401 (S\$5,315,660), comprising 5,315,660 ordinary shares to US\$5,858,401 (S\$8,009,660), comprising 8,009,660 ordinary shares, pursuant to the issuance of 2,694,000 new ordinary shares. The consideration is fully satisfied through the capitalization of an amount for US\$2,000,000 (S\$2,694,000), being amount owing from SCE to the Company.
- (2) The Group's wholly owned Singapore subsidiary, Serial I-Tech (Far East) Pte. Ltd. ("**SIFE**"), has increased its paid up share capital from US\$5,052,864 (S\$7,079,580), comprising 7,079,580 ordinary shares to US\$11,052,864 (S\$15,161,580), comprising 15,161,580 ordinary shares, pursuant to the issuance of 8,082,000 new ordinary shares. The consideration is fully satisfied through the capitalization of an amount for US\$6,000,000 (S\$8,082,000), being amount owing from SIFE to SCE, the holding company of SIFE.

The above-mentioned transactions are not expected to have any material impact on the earnings per share or net tangible assets of the Group for the 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 and Group CEO
29 December 2017