



## SERIAL SYSTEM LTD

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

---

### INCREASE IN INVESTMENT IN A HONG KONG ASSOCIATED COMPANY / INCORPORATION OF A NEW SUBSIDIARY IN CHINA

---

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

#### 1. INCREASE IN INVESTMENT IN A HONG KONG COMPANY - FROM ASSOCIATED COMPANY TO SUBSIDIARY

Serial Microelectronics (HK) Limited (“**SMHK**”), a 91% owned subsidiary changed the name of its 45% owned associated company, Unitrontech China Co. Ltd to UniSerial Electronics Limited. (“**UniSerial HK**”). The Group has an effective equity interest of 40.95% in UniSerial HK.

Subsequent to the change of name, SMHK increased its investment in UniSerial HK from 45% to 51%. The increase in investment of 6% was made via the purchase of an additional 468,000 ordinary shares of UniSerial HK at HK\$0.44 (US\$0.06) per share totaling about HK\$205,325 (US\$26,324) from its existing shareholder, Unitrontech Co., Ltd. (“**Unitrontech**”), a Korean company listed on the Korean Securities Dealers Automated Quotations (KOSDAQ) of the Korea Exchange in South Korea. The consideration was arrived at based on the attributable net assets of UniSerial HK’s audited accounts as at 31 December 2018 of about HK\$205,325 (US\$26,324). UniSerial HK became a 51% owned subsidiary of SMHK following the additional investment of which the Group’s effective equity interest is 46.41%.

As at the date of this announcement, the Group has a 2.5% equity interest in Unitrontech.

#### 2. INCORPORATION OF A NEW SUBSIDIARY IN CHINA

UniSerial HK has incorporated a wholly owned subsidiary, UniSerial Electronics (Shenzhen) Limited (“**UniSerial SZ**”), in Shenzhen, China, with a registered capital of RMB 1,000,000 (US\$145,262). The principal activity of UniSerial SZ is the trading and distribution of computers and peripheral equipment, IT and electronic products.

SMHK has an effective equity interest of 51% in UniSerial SZ of which the Group’s effective equity interest is 46.41%.

The total investments in UniSerial HK and UniSerial SZ were funded through internal resources and 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 current 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/ Group CEO

10 October 2019