



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

INCREASE IN SHAREHOLDING OF A SUBSIDIARY

The board of directors (“**Board**”) of Serial System Ltd (“**Company**”) and its subsidiaries (“**Group**”) wishes to announce that its 70% owned Singapore subsidiary, Print-IQ Singapore Pte. Ltd. (“**PIQ**”), has increased its issued and paid up share capital from S\$200,000 (US\$148,368), comprising 200,000 ordinary shares to S\$700,000 (US\$519,288), comprising 700,000 ordinary shares, pursuant to the issuance of 500,000 new ordinary shares. The capital increase is to strengthen the financial position of PIQ. The Group’s wholly-owned subsidiary, Serial System International Pte. Ltd. (“**SSIPL**”) has fully subscribed to its entitlement of 350,000 shares and additional 150,000 shares not taken up by other non-controlling interests of PIQ.

The total consideration of S\$500,000 (US\$370,920) was funded through internal resources. PIQ became a 91.43% owned subsidiary after the new shares issue. Consequently, the equity interests for other non-controlling interests were diluted from 30% to 8.57%. Mr. Goh Su Teng, the Group’s chief operating officer and one of the non-controlling interests in PIQ, had his interest diluted from 5% to 1.43%.

The above transaction is 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 ended 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
9 January 2020