

ACROMETA GROUP LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number 2015440003M)

**INITIATION OF CREDITORS' VOLUNTARY LIQUIDATION OF SUBSIDIARY AND
APPOINTMENT OF PROVISIONAL LIQUIDATORS
- NEO TIEW POWER PTE. LTD.**

INTRODUCTION

The Board of Directors of AcroMeta Group Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that the Board of Directors of the Company's indirect subsidiary, Neo Tiew Power Pte. Ltd. ("**NTP**"), had on 27 October 2023 initiated the process to place NTP under Creditors' Voluntary Liquidation ("**CVL**"). NTP is a wholly-owned subsidiary of Acropower Pte. Ltd., which the Company has an effective interest of 56% in.

INFORMATION ON THE LIQUIDATION

NTP was incorporated in February 2020 and principally engaged in the business of the provision of services to generate energy from waste. The Board of Directors of NTP have decided that NTP cannot by reason of its liabilities continue its business and accordingly have placed NTP into Provisional Liquidation on grounds that NTP is insolvent and unable to continue as a going concern, pending its eventual liquidation.

The Board of Directors of NTP had on 27 October 2023 passed a resolution to place NTP in Provisional Liquidation. Insolvency Practitioners from Alternative Advisors Pte Ltd were appointed Provisional Liquidators on 30 October 2023 following the lodgements of the Statutory Declarations by Directors of NTP's Inability to Continue Business by Reason of its Liabilities with the relevant authorities.

An Extraordinary General Meeting and a Meeting of Creditors of NTP will be convened on 24 November 2023 to vote on resolutions regarding the CVL of NTP and to confirm the appointment of the Insolvency Practitioners from Alternative Advisors Pte Ltd as Liquidators of NTP, respectively.

FINANCIAL EFFECTS

NTP is currently loss making. Its losses attributable to owners of the Company amounted to S\$1,300,000 in FYE September 2022 and S\$571,000 in the 1H March 2023. Its net tangible liabilities as at FYE September 2022 was S\$1,342,000 and 1H March 2023 was S\$2,362,000. As such, it is expected that excluding NTP would have contributed positively to the consolidated net tangible assets and earnings per share of the Group after the Liquidation is completed.

However, the Group has significant exposure to NTP in its investment in NTP, shareholder loans and other receivables. Accordingly, all these will be written off or impaired since NTP is placed into CVL. While there are reasons to believe some potential returns from the liquidation, the Group will take a conservative position that no amounts are recoverable.

The Group may also be exposed to the letter of demand from Chew's Agriculture Pte Ltd ("**CAPL**") as announced on 15 June 2023 in relation to the S\$1 million corporate guarantee that the Company has provided to CAPL in 2010 for the performance of NTP. The Group's legal advisors have advised that even if the claims are valid, the Group's exposure should not exceed the corporate guarantee amount.

In light of the overall impact therefore, the overall financial effects of the Liquidation based on the latest audited financial statements of the Group for the financial year ended 30 September 2022 would be as follows:

Net Tangible Assets/(Liabilities) (“NTA”/“(NTL)” per share

	Based on audited financial year ended 30 September 2022 (FYE September 2022)		Based on unaudited interim half year ended 31 March 2023 (1H March 2023)	
	Before Liquidation	After Liquidation	Before Liquidation	After Liquidation
NTA/(NTL) (S\$'000)	7,172	(5,100) ¹	10,878	(1,599) ²
NTA/(NTL) per share (cents)	5.18	(3.69)	3.93	(0.58)

Earnings/(Losses) Per Share (“EPS”/“(LPS)”

	Based on audited financial year ended 30 September 2022		Based on unaudited interim half year ended 31 March 2023	
	Before Liquidation	After Liquidation	Before Liquidation	After Liquidation
EPS/(LPS) (S\$'000)	1,600	(9,400) ¹	1,069	(10,115) ²
EPS/(LPS) per share (cents)	1.15	(6.78)	0.39	(3.65)

Note:

1. Based on the impairment losses and write-off of the balances relating to NTP as at 30 September 2022.
2. Based on the impairment losses and write-off of the balances relating to NTP as at 31 March 2023.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the liquidation, save for their respective shareholdings in the Company.

The Company will make further announcements to update its shareholders when there are material updates as may be necessary or appropriate. Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbrokers, bankers, solicitors, accountants, or other professional advisers.

By Order of the Board

Lim Say Chin
Executive Director and Chief Executive Officer
31 October 2023

This announcement has been reviewed by the Company’s Sponsor, Evolve Capital Advisory Private Limited (the “Sponsor”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “Exchange”), and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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