



COSMOSTEEL HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 200515540Z)
(the “**Company**”)

**QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL
OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED**

Background

CosmoSteel Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) was placed on the watch-list under the financial entry criteria (“**Watch-list**”) pursuant to Rule 1311 of the Listing Manual on 5 June 2018 as it recorded pre-tax losses for the then three (3) most recently completed consecutive financial years (based on the audited full year consolidated accounts of the Company) and an average daily market capitalisation of less than S\$40 million over the last 6 months prior to 1 June 2018.

The Company remains on the Watch-list as at the date of this announcement as the Company did not meet the exit criteria pursuant to Rule 1314 of the Listing Manual (the “**Exit Criteria**”) read with Practice Note 13.2 (Watch-List) as at 30 September 2022.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the “**Board**”) wishes to provide an update on its efforts and the progress made in meeting the Exit Criteria.

Update on Future Direction and Other Material Developments

The Group has continued to be profitable for the financial year ended 30 September 2022 (“**FY2022**”).

The Company will continue to actively explore projects to increase revenue and expand or diversify its existing products or services and/or markets in order to improve its competitiveness and explore measures to strengthen its revenue generation.

As at 26 September 2022, the Company has purchased an aggregate number of 29,039,900 ordinary shares of the Company by way of market acquisition, utilising 100.00% of the Share Buyback Maximum Limit.

Save for the above, as at date of this announcement, there is no material development or update on the Group’s business or future plans or directions that may have a significant impact on the financial results, financial position of the Company and/or the movement of the Company’s share price that would affect its position on the Watch-list.

Update on Efforts for Satisfying Exit Criteria

As announced by the Company on 21 April 2022, the Company had obtained an extension of time up to 4 June 2023 to meet the Exit Criteria. Nevertheless, the Company made an early application to exit the Watch-List on 7 September 2022, upon meeting the S\$40 million market capitalisation threshold for

the then past six months. Since then, the Company's market capitalisation has fallen below S\$40 million, and accordingly, the Company has on 17 November 2022 withdrawn its application to the SGX-ST to exit the Watch-List. As at 21 November 2022, the Company's average market capitalisation over the past 6 months (excluding the treasury shares held by the Company) is approximately S\$37,542,057.08.

The Company will update shareholders should it make a fresh application to exit the SGX-ST Watch-List or should the Company meet the Exit Criteria in due course.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. Shareholders and potential investors are advised to read all further announcements by the Company carefully and to consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Ong Tong Hai
Chief Executive Officer and Executive Director
21 November 2022