
QUERIES REGARDING TRADING ACTIVITY

The Board of Directors of Addvalue Technologies Ltd (the “**Company**”, and together with its subsidiaries, the “**Group**”) (the “**Board**”) refers to the following queries raised by the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 17 August 2021 concerning the captioned subject, and appends its corresponding replies as follows:

Question 1: *Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples.*

– If yes, the information shall be announced immediately.

Company’s reply:

The Group, being a people oriented and technology-based (rather than a tangible asset-based) company, is acutely aware that the intrinsic values of its intangibles have not been for some time and are not meaningfully reflected in the trading prices of the shares of the Company. Accordingly, the Company is constantly on a lookout for possible new avenues to enhance shareholder value including but not limited to exploring potential new businesses, joint ventures, mergers, acquisitions, purchase or sales of assets (the “**Potential Ventures**”).

From time to time and currently, the Company is in discussions with potential suitors/partners to explore one or more Potential Ventures with a view to unlock the potential value that is presently embedded within the Group. However, the Company would like to note that such discussions are at exploratory and at various preliminary stages with no certainty that the Company will proceed with any of them. More details about such Potential Ventures or any of them will be announced by the Company as and when there is any material development.

Question 2: *Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.*

Company's reply:

Whilst the Company is not aware of any other possible explanation for the trading, the Company believes that the recent and prevailing adverse trading activities of the shares of the Company might be attributable to the market's misguided perception that the funding arrangements mentioned in the Company's announcements of 19 July 2021 and 7 August 2021 (the "**Funding Arrangements**") have not been successful and that the Company has run out of financing options to deal with its repayment obligations. The Company would like to clarify that, as the amount that the Company is negotiating for pursuant to the Funding Arrangements is significant, it has taken a while for the Company to negotiate and narrow down on the terms and conditions of the Funding Arrangements with the relevant funder (the "**Funder**"), which appears to remain positive of the strengths and the long-term potentials of the Group throughout the tedious long negotiation process. The Company is working with the Funder to finalize the Funding Arrangements. Barring any complications, the Company is cautiously optimistic about sealing the Funding Arrangements shortly. Details of the Funding Arrangements will be announced by the Company upon the signing of all relevant governing documents.

Question 3: *Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?*

Company's reply:

The Company confirms its compliance with the listing rules and, in particular, Mainboard Rule 703.

BY ORDER OF THE BOARD

Dr Colin Chan Kum Lok
 Chairman and CEO
 17 August 2021