



LY CORPORATION LIMITED
Company Registration no. 201629154K
(Incorporated in the Republic of Singapore)

RECEIPT OF SGX-ST'S NO-OBJECTION LETTER FOR EXTENSION OF TIME TO:

- (I) ANNOUNCE THE UNAUDITED FINANCIAL RESULTS OF THE GROUP FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020 ("FY2020");**
 - (II) ISSUE THE COMPANY'S ANNUAL REPORT FOR FY2020;**
 - (III) CONVENE THE COMPANY'S ANNUAL GENERAL MEETING FOR FY2020; AND**
 - (IV) ISSUE THE COMPANY'S SUSTAINABILITY REPORT FOR FY2020**
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1. INTRODUCTION

The Board of Directors (the "**Board**") of LY Corporation Limited (the "**Company**" and together with its subsidiaries, the "**Group**") would like to announce that the Company has, through its sponsor, applied to the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") for waivers of compliance with the following rules of the Listing Manual (Section B: Rules of Catalist) of the SGX-ST (the "**Catalist Rules**"):

- (i) Catalist Rule 705(1) where the Company is required to announce its unaudited FY2020 results on or before 29 February 2021;
- (ii) Catalist Rule 707(1) where the Company is required to hold its annual general meeting for FY2020 on or before 30 April 2021;
- (iii) Catalist Rule 707(2) where the Company is required to issue its annual report for FY2020 on or before 14 April 2021; and
- (iv) Catalist Rule 711A where the Company is required to issue its sustainability report for FY2020 on or before 31 May 2021,

collectively, the "**Waiver Application**".

The SGX-ST has on 23 February 2021 advised that, based on the Company's submissions and representations to the SGX-ST, the SGX-ST has no objection to the Company's application for extensions of time (the "**Waivers**") with regard to compliance with Catalist Rule 705(1), Catalist Rule 707(1) and Catalist Rule 711A, subject to the following conditions:

- (a) the Company announcing the Waivers granted, the reasons for seeking the Waivers, the conditions as required under Catalist Rule 106 and if the conditions of the Waivers have been satisfied. If the conditions of the Waivers have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met;

- (b) submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors' decision which has yet to be announced by the Company;
- (c) the Company convening the annual general meeting by 29 June 2021;
- (d) the Company publishing its FY2020 annual report by 14 June 2021; and
- (e) the Company publishing its FY2020 Sustainability Report by 30 July 2021.

2. REASONS FOR THE WAIVER APPLICATION

The reasons for seeking the Waiver Application are as follows:

- (i) with the two-week closure of the Group's factories/warehouses in January 2021 and the movement control order imposed by the Malaysian government between 13 January 2021 and 4 March 2021 ("**MCO**") to curb the soaring number of COVID-19 cases in Malaysia, the Group's operations have been disrupted. While operations have resumed, the closure and MCO have resulted in backlogs which has also affected the information flow from the various operational departments to the finance department;
- (ii) 70% of the Group's finance staff are required to work from home and have limited access to certain key supporting documents which are kept in physical copies at the Group's premises. In addition, the information flow and procedural approval processes among the finance staff is also impeded by the 70% work from home arrangement. As a result, there is difficulty in preparing the Group's financial statements for FY2020 and providing such documents to the external auditors for its review of the financial statements before the respective reporting deadlines;
- (iii) the external auditors have postponed their audit fieldwork to only commence in late February 2021 due to the MCO;
- (iv) part of the audit involves obtaining third-party confirmations from customers, suppliers and bankers of the Group (the "**Confirmations**"). The Company needs time to ensure the accuracy of the amounts in the Confirmations and expect to need more time to obtain the Confirmations to conclude the audit and finalise the audited financial statements for inclusion in the annual report for FY2020;
- (v) the Group has to dedicate its limited resources to the preparation of the financial statements and annual report and will need more time to prepare the sustainability report. Further, some sections of the sustainability have references to disclosure found in the annual report. Accordingly, it would be more meaningful for the Company to release its sustainability report after the annual report is finalised; and
- (vi) the Malaysia's King has declared a state of emergency for Malaysia and assented to the Malaysian Government's request on 12 January 2021 for an emergency order that will be effective up to 1 August 2021. It is uncertain as to whether the Malaysian Government will extend the current MCO or implement another MCO before 1 August 2021. In the event of an extended MCO or

another MCO, the preparation of the unaudited financial statements, the audited financial statements and the sustainability report will be further delayed.

3. APPLICATION TO ACRA

The Waivers granted by the SGX-ST are conditional upon, amongst others, that the Waivers will not be in contravention of any laws and regulations governing the Company and the constitution of the Company (or the equivalent in the Company's country of incorporation) arising from the Waivers, which include approvals from the Accounting and Corporate Regulatory Authority ("**ACRA**") for the extension of time to (i) comply with Section 175(1)(a) of the Companies Act, Chapter 50 of Singapore (the "**Companies Act**") for a listed company to hold annual general meetings within four (4) months from the financial year end; and (ii) Section 197(1)(a) of the Companies Act for a listed company to file its annual returns within five (5) months from the financial year end.

The Company wishes to inform that it has, on 27 January 2021, submitted the application to ACRA for extension of time to comply with the relevant sections of the Companies Act. The Company will announce the outcome of the application in due course.

4. INDICATIVE TIMELINE

Based on the above, the Company wishes to advise the indicative timeline as follows:

Event	Indicative Dates
Release the Company's unaudited FY2020 financial statements	On or before 30 April 2021
Issue of the Company's annual report for FY2020 on SGXNet and the despatch of the Company's notice of AGM to shareholders of the Company	On or before 14 June 2021
Convening of the Company's AGM for FY2020	On or before 29 June 2021
Issue of the Company's sustainability report for FY2020 on SGXNet	On or before 30 July 2021

5. CONFIRMATION FROM THE COMPANY

The Company confirms that it is not aware of any information that will have a material bearing on investors' decision which has yet to be announced by the Company.

The Company will make an immediate disclosure via SGXNet if it is or will be in contravention of any laws and regulations governing the Company and the constitution

of the Company (or the equivalent in the Company's country of incorporation) arising from the Waivers.

ON BEHALF OF THE BOARD

Tan Yong Chuan
Executive Director and Chief Executive Officer
23 February 2021

*This announcement has been prepared by LY Corporation Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, Xandar Capital Private Limited (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalyst.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Pauline Sim, Head of Corporate Finance, at 3 Shenton Way, #24-02, Singapore 068805, telephone (65) 6319 4954.