

DYNAMIC COLOURS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No.: 199304233Z)

RESPONSE TO QUERIES REGARDING FULL YEARLY RESULTS 2019

The Board of Directors of Dynamic Colours Limited (“the Company”) refers to the queries received from the Singapore Exchange Securities Trading Limited (“SGX-ST”) on 27 February 2020, regarding full yearly results 2019, and wishes to respond to the queries as follows:-

Questions:

The Company previously disclosed on 30 August 2019 that the Compensation Amount of RMB82.2mil (US\$12mil) for a compulsory land acquisition would be paid in 4 separate instalments. Please disclose the amounts received by the Company till date and the amounts, if any, outstanding. Please also disclose whether the Group has evaluated the intended use of the Compensation Amount proceeds in accordance with the 30 August 2019 announcement.

Company’s Responses:

With reference to our 30 August 2019 announcement on the total Compensation Amount of approximately RMB82.2mil (or approximate equivalence of US\$12mil) for the compulsory land acquisition to be paid in 4 separate instalments, the Company has as at 31 December 2019 and to date received 50% or RMB41.1mil. The balance of 50% or RMB41.1mil remains outstanding.

In accordance with the 30 August 2019 announcement and due to the current market uncertainties, the Group is still in the early stage of exploring opportunities for the intended use of the proceeds.

By Order of the Board

Goh Seok Eng
Executive Chairman
28 February 2020