



FIRST SPONSOR GROUP LIMITED
(Incorporated in the Cayman Islands)
(Registration No. AT-195714)

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE SGX-ST LISTING MANUAL

Pursuant to Rule 706A of the SGX-ST Listing Manual, First Sponsor Group Limited (“**Company**”, and collectively with its subsidiaries, “**Group**”) wishes to announce the following transactions that occurred during the fourth quarter ended 31 December 2020:

A. Incorporation of subsidiaries

1. The Company has incorporated the following wholly-owned subsidiary:

(a)	Name of company	: FS Dongguan No. 7 Pte. Ltd.
	Date of incorporation	: 15 October 2020
	Country of incorporation	: Singapore
	Issued share capital	: CNY 100
	Principal activity	: Investment holding

2. Chengdu Industries Pte. Ltd. (“**CDIPL**”), a direct wholly-owned subsidiary of the Company, has incorporated the following wholly-owned subsidiaries:

(a)	Name of company	: Good Opportunity Limited (“ GOL ”)
	Date of incorporation	: 20 October 2020
	Country of incorporation	: The British Virgin Islands
	Issued share capital	: CNY 1
	Principal activity	: Investment holding

(b)	Name of company	: Hainan Shi Li He Investment Co., Ltd (“ HSLH ”) (海南时利和投资有限公司)
	Date of incorporation	: 12 November 2020
	Country of incorporation	: People’s Republic of China
	Registered capital	: RMB 100,000,000
	Principal activity	: Investment holding

Please refer to Section C below on the subsequent disposal of CDIPL. As at the date of disposal of CDIPL, CDIPL had not made any capital contribution to HSLH.

B. Dissolution of a subsidiary

The Company’s dormant indirect wholly-owned subsidiary, FS Euro Capital Limited, a company incorporated in the British Virgin Islands, was dissolved by way of members’ voluntary liquidation on 18 November 2020.

C. Cessation of subsidiaries

1. On 31 October 2020, Chengdu Zhong Ren No. 1 Management Consultancy Co., Ltd, an indirect wholly-owned subsidiary of the Company, disposed its 70% stake in Chengdu Fuqing Commercial Operation Management Co., Ltd. (成都福庆商业经营管理有限责任公司) (“**CDFC**”), a dormant 70%-owned subsidiary, to a third party for a cash consideration of RMB0.7 million. The consideration was arrived at on a willing buyer-willing seller basis, taking into account, among other things, the assets and liabilities of CDFC. Based on the unaudited management accounts of CDFC as at 31 October 2020, the net asset value attributable to a 70% stake in CDFC was approximately RMB0.4 million.

Following the disposal, CDFC ceased to be a subsidiary of the Group.

2. On 7 December 2020, the Company disposed the entire issued share capital of CDIPL, a direct wholly-owned subsidiary, to a third party for a cash consideration of S\$5.0 million. The consideration was arrived at on a willing buyer-willing seller basis, taking into account, among other things, the assets and liabilities of CDIPL. Based on the unaudited management accounts of CDIPL as at 7 December 2020, the net asset value of CDIPL was approximately S\$5.0 million.

Following the disposal, CDIPL and its direct wholly-owned subsidiaries, GOL and HSLH, ceased to be subsidiaries of the Group.

None of the above transactions has a material impact on the consolidated earnings per share or the consolidated net tangible assets per share of the Company for the financial year ended 31 December 2020.

BY ORDER OF THE BOARD

Neo Teck Pheng

Group Chief Executive Officer and Executive Director

9 February 2021