

## ANNOUNCEMENT OF OFFER PRICE AND ALLOTMENT RESULTS

### SUMMARY

#### Offer Price and Net Proceeds

- The Offer Price has been determined at HK\$0.6 per Offer Share (excluding brokerage of 1%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%).
- Based on the Offer price of HK\$0.6 per Offer Share and 100,000,000 Offer Shares, the net proceeds from the Share Offer to be received by the Company, after deducting the underwriting commissions and other related expenses payable by the Company in connection with the Share Offer, are estimated to be approximately HK\$33.6 million. The Company intends to apply such net proceeds from the Share Offer in accordance with the purpose set out in the section headed “Future Plans and Use of Proceeds” in the Prospectus.

#### The Public Offer

- The Public Offer Shares offered under the Public Offer have been moderately over-subscribed. A total of 1,289 valid applications have been received pursuant to the Public Offer on **WHITE** and **YELLOW** Application Forms for a total of 25,995,000 Public Offer Shares, representing approximately 2.6 times of the total number of 10,000,000 Public Offer Shares available for subscription under the Public Offer. A total of 1,143 applicants have been allotted with at least one board lot of Public Offer Shares.
- Due to the aforesaid level of over-subscription in the Public Offer, the reallocation procedures as described in the section headed “Structure and Conditions of the Share Offer — The Public Offer — Reallocation” in the Prospectus have not been applied.

#### The Placing

- The Placing Shares offered under the Placing have been moderately over-subscribed. The final number of Placing Shares allocated to 259 placees under the Placing is 90,000,000 Placing Shares, representing 90% of the total number of Offer Shares available under the Share Offer. A total of 73 placees have been allotted one board lot of Shares which, in aggregate, represent approximately 28.19% of the total number of placees under the Placing. These placees have been allotted, in aggregate, approximately 0.41% of the 90,000,000 Placing Shares available under the Placing.

The Directors confirm that, to the best of their knowledge, information and belief and having made all reasonable enquiries, all placees under the Placing and their ultimate beneficial owners are independent of and not connected with the Company and any of the Directors, chief executive, Controlling Shareholders, Substantial Shareholders or significant Shareholders or existing Shareholders (as defined under the GEM Listing Rules) of the Company or any of its subsidiaries or their respective core connected persons, or close associates (as defined under the GEM Listing Rules), and are not any person or group of persons stated in Rule 10.12(4) of the GEM Listing Rules or any nominees of the foregoing, and none of the Placing Shares subscribed by the placees have been financed directly or indirectly by any of the Directors, chief executive, Controlling Shareholders, Substantial Shareholders or significant Shareholders or existing Shareholders (as defined under the GEM Listing Rules) of the Company or any of its subsidiaries or their respective core connected persons, or close associates, and none of the placees is accustomed to taking instructions from any of the Directors, chief executive, Controlling Shareholders, Substantial Shareholders or significant Shareholders or existing Shareholders (as defined under the GEM Listing Rules) of the Company or any of its subsidiaries or their respective close associates in relation to the acquisition, disposal, voting or other disposition of the Shares registered in his/her/its name or otherwise held by him/her/it. None of the Sole Sponsor, the Joint Bookrunners, the Joint Lead Managers, the Underwriters or their respective close associates and connected clients of the lead broker or of any distributors (as defined in Rule 10.12(4) of the GEM Listing Rules) has taken up any Offer Shares for its own benefit under the Share Offer. No placee, individually, has been or will be placed more than 10% of the total issued share capital of the Company immediately after completion of the Capitalisation Issue and the Share Offer. The Directors also confirm that there will not be any new substantial Shareholder within the meaning of the GEM Listing Rules immediately after completion of the Capitalisation Issue and the Share Offer and there will be at least 100 Shareholders at the time of Listing in compliance with Rule 11.23(2) of the GEM Listing Rules.

The Directors also confirm that (i) immediately after completion of the Capitalisation Issue and the Share Offer, the Company will comply with Rule 11.23(7) of the GEM Listing Rules that the public float will be at least 25% of the total issued share capital of the Company; (ii) not more than 50% of the Shares in public hands at the time of the Listing will be owned by the three largest public Shareholders as required under Rule 11.23(8) of the GEM Listing Rules; and (iii) no public Shareholders will own more than 10% of the total issued share capital of the Company immediately after completion of the Capitalisation Issue and the Share Offer.

## **Offer Size Adjustment Option**

In connection with the Share Offer, the Company has granted the Offer Size Adjustment Option to the Placing Underwriters, exercisable by the Joint Lead Managers (for themselves and on behalf of the Placing Underwriters), during the period from the date of the Placing Underwriting Agreement to the business day immediately before the date of the announcement of the results of allocations and the basis of allocation of the Public Offer Shares under the Placing Underwriting Agreement, to require the Company to issue up to an additional 15,000,000 Shares, representing 15% of the number of Offer Shares available under the Share Offer at the Offer Price for covering any excess demand in the Placing. The Joint Lead Managers had not exercised the Offer Size Adjustment Option by the aforesaid time and the Offer Size Adjustment Option had accordingly lapsed.

## **Results of Allocation**

The results of allocation of the Public Offer Shares, including applications made under **WHITE** or **YELLOW** Application Forms, which will include the Hong Kong identity card/passport/Hong Kong business registration numbers (where appropriate) of successful applicants and the number of Public Offer Shares under the Public Offer will be available at the times and date and in the manner specified below:

- in the announcement to be posted on the Company’s website at **www.indigostar.sg** and the Stock Exchange’s website at **www.hkexnews.hk** by no later than 8:00 a.m. on Wednesday, 15 November 2017;
- from the designated results of allocation website at **www.iporesults.com.hk** with a “search by ID” function on a 24-hour basis from 8:00 a.m. on Wednesday, 15 November 2017 to 12:00 midnight on Tuesday, 21 November 2017;
- by telephone enquiry line by calling (852) 2862 8669 between 9:00 a.m. and 10:00 p.m. from Wednesday, 15 November 2017 to Saturday, 18 November 2017; and
- in the special allocation results booklets which will be available for inspection during opening hours from Wednesday, 15 November 2017 to Friday, 17 November 2017 at all the designated receiving bank branches of Standard Chartered Bank (Hong Kong) Limited on a business day, as set out in the paragraph headed “Results of allocation under the Public Offer” below in this announcement.

## **Despatch/Collection of Share Certificates and Refund Monies**

Applicants who have applied for 1,000,000 Public Offer Shares or more on **WHITE** Application Forms and have provided all information required by their Application Forms and are successfully or partially successfully allocated Public Offer Shares may collect their refund cheque(s) and/or Share certificate(s) (where applicable) from the Company’s Hong Kong Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong from 9:00 a.m. to 1:00 p.m. on Wednesday, 15 November 2017 or such other date as notified by the Company as the date of despatch of share certificates, refund payment instructions/refund cheques.

Share certificates for the Public Offer Shares allotted to applicants using **WHITE** Application Forms which are either not available for personal collection, or which are available but are not collected in person within the time specified for collection, are expected to be despatched by ordinary post to the address on the relevant Application Forms and at their own risk on or before Wednesday, 15 November 2017.

Applicants who have applied with **YELLOW** Application Forms for 1,000,000 Public Offer Shares or more and have provided all information required by their Application Forms may collect their refund cheque(s) (where applicable) in person from the Company's Hong Kong Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong from 9:00 a.m. to 1:00 p.m. on Wednesday, 15 November 2017 or such other date as notified by the Company as the date of despatch of share certificates, refund payment instructions/refund cheques.

Share certificates for the Public Offer Shares allotted to applicants using **YELLOW** Application Forms are expected to be issued in the name of HKSCC Nominees and deposited into CCASS for credit to their or the designated CCASS Participants' stock accounts as stated in their Application Forms on Wednesday, 15 November 2017.

Applicants applying through a designated CCASS Participant (other than a CCASS Investor Participant) using **YELLOW** Application Forms should check the number of Public Offer Shares allocated to them with that CCASS Participant. Applicants applying as a CCASS Investor Participant on **YELLOW** Application Forms should check the announcement published by the Company and report any discrepancies to HKSCC before 5:00 p.m. on Wednesday, 15 November 2017 or such other date as determined by HKSCC or HKSCC Nominees. Applicants applying as a CCASS Investor Participant on a **YELLOW** Application Form may also check their new account balances via the CCASS Phone System and the CCASS Internet System (using the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time) immediately after the credit of Public Offer Shares to their CCASS Investor Participant stock accounts. HKSCC will also make available to CCASS Investor Participants an activity statement showing the number of Public Offer Shares credited to their stock accounts.

Refund cheque(s) for wholly or partially unsuccessful applicants using **WHITE** or **YELLOW** Application Forms which are either not available for personal collection or which are available but are not collected in person within the time specified for collection, are expected to be despatched by ordinary post and at their own risk on or before Wednesday, 15 November 2017.

Share certificates issued in respect of the Offer Shares will only become valid certificates of title at 8:00 a.m. on Thursday, 16 November 2017, provided that (i) the Share Offer has become unconditional in all respects; and (ii) the Underwriting Agreements have not been terminated.

The Company will not issue any temporary documents or title in respect of the Offer Shares. No receipts will be issued for sums paid on application.

## **Commencement of Dealings in the Shares**

Assuming the Share Offer becomes unconditional in all aspects at 8:00 a.m. on Thursday, 16 November 2017, dealings in the Shares on the GEM are expected to commence at 9:00 a.m. on Thursday, 16 November 2017. The Shares will be traded in board lots of 5,000 Shares each. The stock code of the Shares is 8373.

**Investors should be aware that the concentration of Shareholders may affect the liquidity of the Shares. Consequently, Shareholders and potential investors are advised to exercise caution when dealing in such Shares.**

## **OFFER PRICE**

The Offer Price has been determined at HK\$0.6 per Offer Share (excluding brokerage of 1.0%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%).

## **NET PROCEEDS FROM THE SHARE OFFER**

Based on the Offer price of HK\$0.6 per Offer Share and 100,000,000 Offer Shares, the net proceeds from the Share Offer to be received by the Company, after deducting the underwriting commission and other related expenses payable by the Company in connection with the Share Offer, are estimated to be approximately HK\$33.6 million (equivalent to approximately S\$6.1 million).

The Company intends to apply such net proceeds as follows:

- approximately HK\$27.6 million (equivalent to approximately S\$5.0 million, or approximately 82.0%) will be used for the acquisition of a property (“**New Property**”) for the Company’s cut and bend factory and dormitory to accommodate the Company’s foreign workers;
- approximately HK\$2.6 million (equivalent to approximately S\$0.4 million, or approximately 7.6%) will be used for the renovation of the New Property;
- approximately HK\$3.1 million (equivalent to approximately S\$0.6 million, or approximately 9.2%) will be used to purchase one single production line of cut and bend system; and
- approximately HK\$0.3 million (equivalent to approximately S\$0.1 million, or approximately 1.2%) will be used for working capital and other general corporate purposes of the Group.

Please refer to the section headed “Future Plans and Use of Proceeds” in the Prospectus for further details of the Company’s intended use of the net proceeds from the Share Offer.

## **APPLICATIONS AND INDICATIONS OF INTERESTS RECEIVED UNDER THE PUBLIC OFFER**

The Public Offer Shares offered under the Public Offer have been moderately over-subscribed. The Company announces that at the close of the application lists at 12:00 noon on Friday, 3 November 2017, a total of 1,289 valid applications (including applications on **WHITE** and **YELLOW** Application Forms) for a total of 25,995,000 Public Offer Shares were received pursuant to the Public Offer, representing approximately 2.6 times of the total number of 10,000,000 Public Offer Shares available for subscription under the Public Offer. A total of 1,143 applicants have been allotted with at least one board lot of Public Offer Shares.

Two multiple applications or suspected multiple applications have been identified. No applications have been rejected due to invalid application which is not completed in accordance with the instructions on the relevant Application Form. Two applications have been rejected due to bounced cheques. No application for more than 10,000,000 Public Offer Shares available under the Public Offer Shares, representing 100% of the Public Offer Shares comprised in the Public Offer, has been identified.

Due to the aforesaid level of over-subscription in the Public Offer, the reallocation procedures as described in the section headed “Structure and Conditions of the Share Offer — The Public Offer — Reallocation” in the Prospectus have not been applied.

The Public Offer Shares available for subscription and validly applied for were conditionally allocated on the basis set out in the paragraph headed “Basis of allotment under the Public Offer” below.

## BASIS OF ALLOTMENT UNDER THE PUBLIC OFFER

Subject to the satisfaction of the conditions set out in the section headed “Structure and conditions of the Share Offer — Conditions of the Public Offer” in the Prospectus, valid applications made by the public on **WHITE** and **YELLOW** Application Forms will be conditionally allotted on the basis set out below:

| Number of Shares applied for | Number of valid applications | Basis of allotment/ballot   | Approximate percentage allotted of the total number of Shares applied for |
|------------------------------|------------------------------|---|---|
| 5,000                        | 978                          | 832 out of 978 to receive 5,000 Shares                            | 85.07%  |
| 10,000                       | 106                          | 5,000 Shares  | 50.00%  |
| 15,000                       | 50                           | 5,000 Shares plus 24 out of 50 to receive additional 5,000 Shares | 49.33%  |
| 20,000                       | 18                           | 5,000 Shares plus 15 out of 18 to receive additional 5,000 Shares | 45.83%  |
| 25,000                       | 21                           | 10,000 Shares   | 40.00%  |
| 30,000                       | 20                           | 10,000 Shares plus 3 out of 20 to receive additional 5,000 Shares | 35.83%  |
| 35,000                       | 4                            | 10,000 Shares plus 2 out of 4 to receive additional 5,000 Shares  | 35.71%  |
| 40,000                       | 7                            | 10,000 Shares plus 5 out of 7 to receive additional 5,000 Shares  | 33.93%  |
| 45,000                       | 2                            | 15,000 Shares   | 33.33%  |
| 50,000                       | 22                           | 15,000 Shares plus 7 out of 22 to receive additional 5,000 Shares | 33.18%  |
| 60,000                       | 7                            | 15,000 Shares plus 5 out of 7 to receive additional 5,000 Shares  | 30.95%  |
| 70,000                       | 1                            | 20,000 Shares   | 28.57%  |
| 80,000                       | 4                            | 20,000 Shares plus 2 out of 4 to receive additional 5,000 Shares  | 28.13%  |
| 90,000                       | 1                            | 25,000 Shares   | 27.78%  |
| 100,000                      | 12                           | 25,000 Shares plus 6 out of 12 to receive additional 5,000 Shares | 27.50%  |
| 150,000                      | 5                            | 40,000 Shares   | 26.67%  |
| 200,000                      | 12                           | 50,000 Shares   | 25.00%  |
| 250,000                      | 1                            | 60,000 Shares   | 24.00%  |
| 300,000                      | 8                            | 70,000 Shares   | 23.33%  |
| 400,000                      | 2                            | 90,000 Shares   | 22.50%  |
| 500,000                      | 4                            | 110,000 Shares  | 22.00%  |
| 1,000,000                    | 1                            | 215,000 Shares  | 21.50%  |
| 1,500,000                    | 3                            | 320,000 Shares  | 21.33%  |
| Total                        | <u>1,289</u>                 |   |   |

The final number of Offer Shares under the Public Offer is 10,000,000 Shares, representing 10% of the total number of Offer Shares available under the Share Offer.

## LEVEL OF INDICATIONS OF INTEREST AND ALLOCATION UNDER THE PLACING

The Placing Shares offered under the Placing have been moderately over-subscribed. The final number of Placing Shares allocated to 259 placees under the Placing is 90,000,000 Placing Shares, representing 90% of the total number of Offer Shares available under the Share Offer. A total of 73 placees have been allotted one board lot of Shares which, in aggregate, represent approximately 28.19% of the total number of placees under the Placing. These placees have been allotted, in aggregate, approximately 0.41% of the 90,000,000 Placing Shares under the Placing.

Pursuant to the Placing, a total of 90,000,000 Placing Shares representing approximately 22.50% of the total issued share capital of the Company immediately after completion of the Share Offer and the Capitalisation Issue have been conditionally allocated to a total of 259 selected professional, institutional and other investors. The distribution of the Placing Shares is set forth as below:

|                | Aggregate number of Placing Shares allocated | Approximate aggregate % of the total number of Placing Shares allocated under the Placing | Approximate aggregate % of the total number of Offer Shares under the Share Offer | Approximate aggregate % of the entire issued share capital immediately upon completion of the Share Offer and the Capitalisation Issue |
|----------------|--|---|---|--|
| Top placee     | 4,500,000                                    | 5.00%   | 4.50%   | 1.13%  |
| Top 5 placees  | 21,000,000                                   | 23.33%  | 21.00%  | 5.25%  |
| Top 10 placees | 36,000,000                                   | 40.00%  | 36.00%  | 9.00%  |
| Top 25 placees | 51,650,000                                   | 57.39%  | 51.65%  | 12.91%   |

*Note:* Any discrepancies in the table between the totals and the sums of amounts listed therein are due to rounding.

| Number of Placing Shares allocated | Number of placees |
|------------------------------------|-------------------|
| 5,000 to 50,000                    | 137               |
| 50,001 to 100,000                  | 31                |
| 100,001 to 500,000                 | 45                |
| 500,001 to 1,000,000               | 33                |
| 1,000,001 to 5,000,000             | 13                |
| Total                              | <u>259</u>        |

The Directors confirm that, to the best of their knowledge, information and belief and having made all reasonable enquiries, all placees under the Placing and their ultimate beneficial owners are independent of and not connected with the Company and any of the Directors, chief executive, Controlling Shareholders, Substantial Shareholders or significant Shareholders or existing Shareholders (as defined under the GEM Listing Rules) of the Company or any of its subsidiaries or their respective core connected persons, or close associates (as defined under the GEM Listing Rules), and are not any person or group of persons stated in Rule 10.12(4) of the GEM Listing Rules or any nominees of the foregoing, and none of the Placing Shares subscribed by the placees have been financed directly or indirectly by any of the Directors, chief executive, Controlling Shareholders, Substantial



Shareholders or significant Shareholders or existing Shareholders (as defined under the GEM Listing Rules) of the Company or any of its subsidiaries or their respective core connected persons, or close associates, and none of the placees is accustomed to taking instructions from any of the Directors, chief executive, Controlling Shareholders, Substantial Shareholders or significant Shareholders or existing Shareholders (as defined under the GEM Listing Rules) of the Company or any of its subsidiaries or their respective close associates in relation to the acquisition, disposal, voting or other disposition of the Shares registered in his/her/its name or otherwise held by him/her/it. None of the Sole Sponsor, the Joint Bookrunners, the Joint Lead Managers, the Underwriters or their respective close associates and connected clients of the lead broker or of any distributors (as defined in Rule 10.12(4) of the GEM Listing Rules) has taken up any Offer Shares for its own benefit under the Share Offer. No placee, individually, has been or will be placed more than 10% of the total issued share capital of the Company immediately after completion of the Capitalisation Issue and the Share Offer. The Directors also confirm that there will not be any new substantial Shareholder within the meaning of the GEM Listing Rules immediately after completion of the Capitalisation Issue and the Share Offer and there will be at least 100 Shareholders at the time of Listing in compliance with Rule 11.23(2) of the GEM Listing Rules.

**Investors should be aware that the concentration of Shareholders may affect the liquidity of the Shares. Consequently, Shareholders and potential investors are advised to exercise caution when dealing in such Shares.**

#### **OFFER SIZE ADJUSTMENT OPTION**

In connection with the Share Offer, the Company has granted the Offer Size Adjustment Option to the Placing Underwriters, exercisable by the Joint Lead Managers (for themselves and on behalf of the Placing Underwriters), during the period from the date of the Placing Underwriting Agreement to the business day immediately before the date of the announcement of the results of allocations and the basis of allocation of the Public Offer Shares under the Placing Underwriting Agreement to require the Company to issue up to an additional 15,000,000 Shares, representing 15% of the number of Offer Shares available under the Share Offer at the Offer Price for covering any excess demand in the Placing. The Joint Lead Managers had not exercised the Offer Size Adjustment Option by the aforesaid time and the Offer Size Adjustment Option had accordingly lapsed.

#### **RESULTS OF ALLOCATION UNDER THE PUBLIC OFFER**

The results of allocations of the Public Offer Shares, including applications made under **WHITE** or **YELLOW** Application Forms, which will include the Hong Kong identity card/passport/Hong Kong business registration numbers (where appropriate) of successful applicants and the number of Public Offer Shares under the Public Offer will be available at the times and date and in the manner specified below:

- in the announcement to be posted on the Company's website at **www.indigostar.sg** and the Stock Exchange's website at **www.hkexnews.hk** by no later than 8:00 a.m. on Wednesday, 15 November 2017;

- from the designated results of allocation website at **www.iporesults.com.hk** with a “search by ID” function on a 24-hour basis from 8:00 a.m. on Wednesday, 15 November 2017 to 12:00 midnight on Tuesday, 21 November 2017;
- by telephone enquiry line by calling (852) 2862 8669 between 9:00 a.m. and 10:00 p.m. from Wednesday, 15 November 2017 to Saturday, 18 November 2017; and
- in the special allocation results booklets which will be available for inspection during opening hours from Wednesday, 15 November 2017 to Friday, 17 November 2017 at all the designated receiving bank branches of Standard Chartered Bank (Hong Kong) Limited on a business day at the address set out below:

| <b>District</b>         | <b>Branch name</b>       | <b>Address</b>   |
|-------------------------|--------------------------|--|
| <b>Hong Kong Island</b> | 88 Des Voeux Road Branch | 88 Des Voeux Road Central, Central   |
|                         | Wanchai Southorn Branch  | Shop C2 on G/F and 1/F to 2/F, Lee Wing Building, No. 156–162 Hennessy Road, Wanchai |
| <b>Kowloon</b>          | Telford Gardens Branch   | Shop P9-12, Telford Centre, Telford Gardens, Tai Yip Street, Kowloon Bay             |
| <b>New Territories</b>  | Metroplaza Branch        | Shop No. 175, Level 1, Metroplaza, 223 Hing Fong Road, Kwai Chung                    |
|                         | Shatin Plaza Branch      | Shop No. 8, Shatin Plaza, 21–27 Shatin Centre Street, Shatin                         |

Applicants applying through their designated CCASS Participant (other than a CCASS Investor Participant) on a **YELLOW** Application Form, should check the number of Public Offer Shares allocated to them with such designated CCASS Participant.

Applicants applying as a CCASS Investor Participant on a **YELLOW** Application Form should check the announcement of the results of the Public Offer published by the Company on Wednesday, 15 November 2017, and to report any discrepancies to HKSCC before 5:00 p.m. on Wednesday, 15 November 2017 or such other date as determined by HKSCC or HKSCC Nominees. Applicants applying as a CCASS Investor Participant on a **YELLOW** Application Form may also check their new account balances via the CCASS Phone System and the CCASS Internet System (under the procedures contained in HKSCC’s “An Operating Guide for Investor Participants” in effect from time to time) immediately after the credit of Public Offer Shares to their CCASS Investor Participant stock accounts. HKSCC will also make available to CCASS Investor Participants an activity statement showing the number of Public Offer Shares credited to their stock account.