SEN YUE HOLDINGS LIMITED
Registration Number 200105909M
(Incorporated in the Republic of Singapore)

BUSINESS UPDATE – ESTABLISHMENT OF SMELTING FACILITY

The Board of Directors of Sen Yue Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that the Group intends to set up a smelting facility (the "**Project**") as part of the Group's waste management business. The Group had in 2016 obtained shareholders' approval to diversify into the waste management business, which includes the provision of waste management solutions, the collection, transport, handling, treatment, management and disposal of commercial, hazardous, electronic waste and metal scraps, the recycling and trading of metal scraps and electronic waste, and materials recovery.

The smelting process in the Project involves the extraction of metal from waste materials and metal scraps through the use of heat. This will expand the Group's waste management and processing capabilities to metals and materials such as cobalt and nickel other than lithium batteries, thereby increasing the Group's suite of value-added services as a one-stop solution provider to its customers. The Project is expected to be completed by first quarter of year 2020.

The total estimated cost of the Project is approximately S$4 million and the funding for the Project will be generated from the Group's internal resources and working capital. The Project is not expected to have any material impact on the consolidated net tangible assets or earnings per share of the Group for the current financial year ending 30 September 2019.

None of the Directors or substantial shareholders of the Company has any interest, whether direct or indirect, in the Project (save through their shareholdings in the Company, if any).

BY ORDER OF THE BOARD

KOH MIA SENG
Executive Chairman

18 July 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist.

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

The contact person for the Sponsor is Ms. Gillian Goh, Director, Head of Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and Email: sponsorship@ppcf.com.sg).