



AXCELASIA INC.

(Company Registration No.: LL12218)

(A Company incorporated under the Labuan Companies Act 1990, Malaysia)

INCREASE IN THE ISSUED AND PAID-UP CAPITAL OF WHOLLY-OWNED SUBSIDIARY

The Board of Directors (the “Board”) of Axcelasia Inc. (the “Company” and together with its subsidiaries, the “Group”) wishes to announce that its wholly owned subsidiary, Axcelasia Singapore Pte. Ltd. (“ASPL”) has increased its issued and paid up capital from S\$1 to S\$500,000 (the “Capital Increase”) through the issue and allotment of:

- (a) 374,999 ordinary shares at S\$1 each to the Company (“Subscription”); and
- (b) 125,000 ordinary shares at S\$1 each to a third party investor, Mr. James Cheemee Wong.

The rationale for Capital Increase is to finance ASPL’s business operations in Singapore. Consequent to the Capital Increase, the Company’s effective interest in ASPL has been diluted from 100% to 75%, Mr. James Cheemee Wong is also appointed as a director of ASPL.

The Subscription amounting to S\$374,999 was funded by the net proceeds raised from the Company’s initial public offering (“IPO Proceeds”), which is in line with the intended use as previously disclosed in the Company’s offer document dated 18 November 2015. After the Subscription, the status of the use of the IPO Proceeds as at the date of this announcement is as follows:

Use of IPO Proceeds	Amount allocated (S\$’000)	Amount utilised (S\$’000)	Balance (S\$’000)
Expand business operations in Malaysia and the ASEAN region and enhance range of professional services	6,000	375	5,625
Enhance Group’s office and support infrastructure	500	0	500
Working capital	1,080	0	1,080
Listing expenses	1,300	1,300	0
Total	8,880	1,675	7,205

The Capital Increase is not expected to have any material impact on the Group’s net tangible assets and earnings per share for the current financial year ending 31 December 2016.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the Capital Increase, save for their shareholdings in the Company (if any).



BY ORDER OF THE BOARD

Dato' Tang Swee Guan
Finance Director
10 February 2016

Axcelasia Inc. (the "Company") was listed on Catalist of the Singapore Exchange Securities Trading Limited (the "SGX-ST") on 27 November 2015. The initial public offering of the Company was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor").

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume 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 Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.