A-SMART HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
(Company Registration No. 199902058Z)

INCORPORATION OF WHOLLY-OWNED SUBSIDIARY
- A-SMART LIFE PTE. LTD.

The Board of Directors (the "**Directors**" or the "**Board**") of A-Smart Holdings Ltd. (the "**Company**') wishes to announce that the Company's wholly-owned subsidiary, A-Smart Commerce Pte. Ltd. has incorporated a wholly-owned subsidiary in Singapore known as A-Smart Life Pte. Ltd.

The principal activity of A-Smart Life Pte. Ltd. is to engage in the business of the development and/or sale and distribution of smart IT solutions and applications that is mainly applied to the food and beverage sector of the retail industry. It will have an initial paid-up capital of S$200,000.00, to be funded internally by the Company.

The incorporation of A-Smart Life Pte. Ltd. is not expected to have any material impact on the Group's earnings per share or net tangible assets per share for the financial year ending 31 July 2017.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the transaction.

By Order of the Board

Lim Huan Chiang
Executive Director and Chief Executive Officer
16 March 2017