



SERIAL SYSTEM LTD

(Incorporated in the Republic of Singapore on 22 April 1992)

(Registration No. 199202071D)

(the “**Company**”)

UTILIZATION OF PROCEEDS FROM THE PLACEMENT OF AN AGGREGATE OF 9,000,000 TREASURY SHARES IN THE CAPITAL OF THE COMPANY

1. INTRODUCTION

The board of directors (the “**Board**”) of Serial System Ltd (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcements made by the Company on 12 July 2021 and 13 July 2021 (the “**Previous Announcements**”) in relation to the Placement. Unless otherwise defined, capitalized terms used in this announcement shall have the meanings ascribed to them in the Previous Announcements.

2. UTILIZATION OF PROCEEDS

The Board wishes to provide an update on the utilization of Net Proceeds raised from the Placement of S\$1,350,000 (approximately US\$997,000).

As at the date of this announcement, the Company has utilized US\$855,000 (approximately S\$1,158,000) of the Net Proceeds to invest in a convertible loan in Transwap Private Limited (“**TranSwap**”), a Singapore incorporated fintech company, pursuant to a convertible loan agreement dated 5 August 2021. The utilization of the Net Proceeds is in line with the intended use as set out in the Previous Announcements.

TranSwap operates a cross-border payment platform for businesses and everyday people who seek to make payments overseas while reducing forex costs and complexity. The investment is part of the corporate strategy of the Company for long term growth to provide shareholders with diversified returns. In light of the scope of TranSwap’s businesses in fintech, the Board believes that the investment in an innovative technology startup may provide new market opportunities and enhance shareholder value.

3. FURTHER ANNOUNCEMENTS

The Company will make further announcement on the utilization of the remaining Net Proceeds as and when they are materially disbursed.

BY ORDER OF THE BOARD

Derek Goh Bak Heng
Executive Chairman / Group CEO

5 August 2021