

DESIGN STUDIO GROUP LTD.

(Incorporated in the Republic of Singapore)
(Co. Reg. No.: 199401553D)

OUTCOME OF SCHEME MEETINGS

The board of directors (the “**Board**”) of Design Studio Group Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to:

- (a) the announcement dated 20 January 2020 in respect of the applications filed by the Company and its Singapore-incorporated subsidiaries to the High Court of Singapore for a moratorium pursuant to section 211B of the Companies Act (Cap. 50);
- (b) the announcement dated 26 February 2020 in respect of the moratorium orders granted by the High Court of Singapore;
- (c) the announcement issued on 18 June 2020 providing a status update on the Restructuring Exercise (the “**June Status Update Announcement**”);
- (d) the announcement dated 20 October 2020 which provided shareholders with a status update on the Restructuring Exercise (the “**October Update Announcement**”); and
- (e) the announcement dated 22 December 2020 in relation to, among other things, the Creditors’ Meetings and the Malaysia Creditors’ Meetings to be held in Singapore and Malaysia respectively.

Unless otherwise defined in this announcement, capitalised terms shall have the meanings given in the June Status Update Announcement and the October Update Announcement.

The Board is pleased to announce that the Scheme and the Malaysia Scheme (collectively, the “**Schemes**”) have been approved by the requisite majorities of the creditors of each of the Singapore Applicants¹ and Malaysia Applicants² at the Creditors’ Meetings in Singapore and the Malaysia Creditors’ Meetings in Malaysia held on 4 January 2021. Following the Creditors’ Meetings, in order for the Schemes to become effective, the Schemes need to (among others) be sanctioned by the Singapore Court and the Malaysia Court.

The Singapore Applicants have submitted applications with the Singapore Court for an extension of the date by which the Singapore Applicants are required to seek sanction of the Singapore Scheme.

The Group is hopeful that it will be able to implement the restructuring pursuant to the Schemes. If a successful restructuring cannot be achieved, the alternative will most likely be that the Group would be placed into liquidation. A liquidation scenario would likely result in the Group ceasing business operations and terminating more than 400 employees.

¹ The “**Singapore Applicants**” are the Company, and five (5) of its Singapore-incorporated subsidiaries, being Design Studio Asia Pte. Ltd., Design Studio (China) Pte. Ltd., DSG Asia Holdings Pte. Ltd., DSG Manufacturing Singapore Pte. Ltd., and DSG Projects Singapore Pte. Ltd.

² The “**Malaysia Applicants**” are DSG Projects Malaysia Sdn Bhd, DSG Manufacturing Malaysia Sdn Bhd and DS Project Management Sdn Bhd.

Further Updates

The Company will continue to keep its stakeholders updated and will make the appropriate announcements as and when there are any material updates or developments. Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully and should exercise caution when dealing in the Company's securities. Shareholders and potential investors who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors.

By Order of the Board

Steven James Salo
Executive Director and Interim Chief Executive Officer

19 January 2021