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Midas Holdings Limited

麥達斯控股有限公司

(Singapore Registration No.: 200009758W)

(Incorporated in Singapore with limited liability)

(Hong Kong Stock Code: 1021)

(Singapore Stock Code: 5EN)

OVERSEAS REGULATORY ANNOUNCEMENT INSIDE INFORMATION

This announcement is issued pursuant to Part XIVA of the Securities and Futures Ordinance and Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Please refer to the attached announcement on the next page which has been published by Midas Holdings Limited (the “**Company**”) on the website of the Singapore Exchange Securities Trading Limited on 16 April 2018.

On behalf of the
Midas Holdings Limited
Tong Din Eu
Executive Director

Hong Kong, 16 April 2018

As at the date of this announcement, the executive directors of the Company are Mr. Tong Din Eu and Dr. Xu Wei Dong; and the independent non-executive director of the Company is Mr. Chan Soo Sen.

MIDAS HOLDINGS LIMITED

(Company Registration No.: 200009758W)

UPDATE ON CASH VALIDATION

Reference is made to the announcements of Midas Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") dated 8 February 2018, 22 March 2018, 27 March 2018, 29 March 2018, 3 April 2018, 5 April 2018 and 6 April 2018 (the "**Announcements**"). Unless the context otherwise requires, capitalised terms used in this announcement shall have the same meaning as those defined in the Announcements.

In our announcement dated 29 March 2018, the board of directors (the "**Board**") stated the intention to validate the cash balances at the primary accounts of Jilin Midas Aluminium Industries Co., Ltd ("**Jilin Midas**"), Jilin Midas Investments Co., Ltd ("**JMI**") and Jilin Midas Light Alloy Co., Ltd ("**JMLA**").

As stated in another announcement today, Jilin Midas and JMI are under judicial management and the Board is arranging with the judicial manager to procure any information relating to cash validation.

The Board had obtained the following bank statements of JMLA for accounts with China Merchants Bank, Changchun Branch:

From November 2016 to 3 April 2018 obtained by JMLA staff over the counter; and
From March 2017 to 12 April 2018 obtained by the Board over the counter (collectively, the "**Statements Obtained**").

The Board noted that the following discrepancies between balances of Statements Obtained and bank confirmation received by our auditors (the "**Bank Confirmation**") which are the same as per reported by JMLA to the Company:

Date	31 December 2017	30 June 2017	31 December 2016
	RMB	RMB	RMB
Statements Obtained	11,485.40	9,285.42	101,396.39
Bank Confirmation	334,372,708.70	342,928,271.82	352,114,524.61
Difference	-334,361,223.30	-342,918,986.40	-352,013,128.22

In view of the discrepancies, the Board had made a police report in the People Republic of China. However, the police could not acknowledge receipt of the report.

From the Statements Obtained, the Board noted that RMB23 million was transferred to Chongqing Huicheng Aluminium Co., Ltd. which is unrelated to the Company, and is controlled by LakeForest Capital Limited (previously known as Lesen Capital Limited), whose sole shareholder is Mr. Chen Chen, the nephew of Mr. Chen Wei Ping, the Company's former executive chairman. The purported reason for the disbursement is loan repayment. However, the current Board notes that no such loan is recorded in the Group's accounts.

Separately, the Board noted that JMLA also has a previously undisclosed bank account with the Bank of Jilin. This bank account was opened by Mr. Chen Wei Ping, the then Legal Representative of JMLA, on 9 September 2016, the Board noted that this bank account is not disclosed to the Company and to the auditors. This bank account is used to transfer money with the previously undisclosed lender, Jilin Provincial Micro Refinancing Corporation.

The Board will issue further announcements as appropriate, as and when there are any material developments in the matter.

BY ORDER OF THE BOARD

Midas Holdings Limited

Tong Din Eu
Executive Director

Date: 16 April 2018