



## OUHUA ENERGY HOLDINGS LIMITED

(Incorporated in Bermuda on 3 January 2006)

(Company Registration Number 37791)

### Unaudited Financial Statements For The Financial Period Ended 30 September 2019

For the purpose of this announcement, 3Q2019 refers to the nine months financial period ended 30 September 2019 whereas 3Q2018 refers to the corresponding nine months financial period ended 30 September 2018 and FY2018 refers to the full financial year ended 31 December 2018.

#### PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF NINE MONTHS RESULTS

1(a)(i) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

#### UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 September 2019

(RMB'000)	Third quarter ended			Nine months ended	
	30 Sep 2019	30 Sep 2018	% change	30 Sep 2019	30 Sep 2018
<b>Revenue</b>	730,243	661,582	10.4	2,311,442	1,939,674
Cost of sales	(708,066)	(623,564)	13.6	(2,270,726)	(1,863,405)
<b>Gross profit</b>	22,177	38,018	-41.7	40,716	76,269
Other operating income	1,400	453	209.0	4,180	12,839
Selling and distribution	(12,394)	(7,204)	72.0	(28,280)	(21,403)
Administrative expenses	(3,838)	(5,397)	-28.9	(11,200)	(15,978)
Other operating expenses	(1,808)	(8,896)	-79.7	(8,817)	(25,413)
<b>Profit from operations</b>	2,797	16,974	N.M	(3,401)	26,314
Finance costs	(12,581)	(2,810)	347.7	(19,943)	(6,288)
<b>Profit before income tax</b>	(7,044)	14,164	N.M	(23,344)	20,026
Income tax	-	-			
<b>Profit for the financial</b>	(7,044)	14,164	N.M	(23,344)	20,026
<b>Other comprehensive</b>					
Foreign currency translation		154			150
<b>Total comprehensive profit for the period</b>	(7,044)	14,318	N.M	(23,344)	20,176

“N.M.” – Not Meaningful

**1(a)(ii)****Other information:**

Profit before income tax is arrived at after charging/ (crediting) the following:

(RMB'000)	Third quarter ended			Nine months ended		
	30 Sep 2019	30 Sep 2018	% change	30 Sep 2019	30 Sep 2018	% change
Depreciation of property, plant and equipment	(3,996)	(5,146)	22	(12,730)	(8,719)	46
Interest expense	(2,514)	(2,232)	13	(6,752)	(3,726)	81
Interest income	62	75	18	243	144	69
Foreign exchange gain/(loss)	(11,751)	(11,551)	2	(15,637)	(2,295)	581

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

**UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 September 2019**

	Group		Company	
	(Unaudited) As at 30 Sep 2019 RMB'000	(Audited) As at 31 December 2018 RMB'000	(Unaudited) As at 30 Sep 2019 RMB'000	(Audited) As at 31 December 2018 RMB'000
<b>Non-current assets</b>				
Property, plant and equipment	150,933	140,389	5	7
Investments in subsidiaries		-	156,277	156,277
<b>Total non-current assets</b>	<u>150,933</u>	<u>140,389</u>	<u>156,282</u>	<u>156,284</u>
<b>Current assets</b>				
Inventories	76,563	58,576		-
Trade and other receivables	217,489	148,623	107	-
Due from a related party	27,719	58,019	30,422	69
Margin deposits	14,467	3,211	3,308	3,211
Pledged fixed deposits	0	22,870	-	-
Cash and cash equivalents	26,843	59,388	149	84
<b>Total current assets</b>	<u>363,081</u>	<u>350,687</u>	<u>33,987</u>	<u>3,364</u>
<b>Total assets</b>	<u>514,014</u>	<u>491,076</u>	<u>190,269</u>	<u>159,648</u>
<b>Current liabilities</b>				
Trade and other payables	170,641	151,372	3,673	4,008
Due to related parties	9,558	9,132	3,822	4,448
Due to a subsidiary	-	-	62,860	30,277
Due to holding company	1,768	1,716	1,768	1,716
Bank borrowings	154,121	144,420	0	-
Income tax payable	2,317	2,317		-
<b>Total current liabilities</b>	<u>338,405</u>	<u>308,957</u>	<u>72,124</u>	<u>40,449</u>
<b>Non-current liabilities</b>				
Lease Liability	22,351	-	-	-
<b>Net assets</b>	<u>153,257</u>	<u>182,119</u>	<u>118,145</u>	<u>119,199</u>
<b>Issued capital and reserves attributable to owners of the Company</b>				
Share capital	149,488	149,488	149,488	149,488
Share premium	130,298	130,298	130,298	130,298
Statutory reserve	15,662	15,662	0	-
Translation reserve	97	3,976	97	3,976
Accumulated losses	-142,288	-117,305	-161,739	-164,563
<b>Total equity</b>	<u>153,257</u>	<u>182,119</u>	<u>118,145</u>	<u>119,199</u>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.****Amount repayable in one year or less, or on demand**

As at 30 Sep 2019		As at 31 December 2018	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
154,121	-	144,420	-

**Amount repayable after one year**

As at 30 September 2019		As at 31 December 2019	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
-	-	-	-

**Details of any collateral**

The Group's bank borrowings comprised of trust receipts and bank loan.

Trust receipts were secured by pledged fixed deposits and corporate guarantees from related parties and personal guarantee by a Director.

Bank loan was secured by certain property, plant and equipment and corporate guarantees from related parties and personal guarantee by a Director.

**1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 September 2019**

RMB'000	Third quarter ended	
	<u>30 Sep 2019</u>	<u>30 Sep 2018</u>
	Unaudited	Unaudited
<b>Cash flows from operating activities</b>		
Profit before income tax	(7,044)	14,164
Adjustments for:		
Depreciation of property, plant and	3,996	3,308
Interest income	(62)	(76)
Interest expense	2,170	2,262
Loss on disposal of PPE	10,471	-
	-	-
Operating profit before working capital changes	<u>9,532</u>	<u>19,658</u>
Working capital changes:		
Inventories	(15,570)	2,231
Trade and other receivables	(7,770)	(48,516)
Due from related parties	7,069	(12,717)
Trade and other payables	102,830	-
Margin deposit	(11,095)	1,731
Income tax payable	-	119,776
<b>Cash generated from/(used in) operations</b>	<u>84,996</u>	<u>82,163</u>
Interest paid	(6,752)	(2,262)
Interest received	62	76
Income tax paid	-	-
Net cash generated from/(used in) operating	<u>78,306</u>	<u>79,977</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(826)	(129)
Proceeds from disposal of investment	-	-
Net cash flows generated from investing activities	<u>(826)</u>	<u>(129)</u>
<b>Cash flows from financing activities</b>		
Decrease in pledged fixed deposits	-	-
Receipt from related parties	(1,801)	-
Payment to holding	-	-
Proceeds from bank borrowings	(155,796)	-
Repayment of bank borrowings	59,959	(92,129)
Interest paid	(2,514)	-
Net cash (used in)/generated from financing	<u>(100,153)</u>	<u>(92,129)</u>
activities		
Exchange differences arising from translation of	(1,105)	157
<b>Net increase/(decrease) in cash and cash</b>	<u>(23,779)</u>	<u>(12,124)</u>
<b>Cash and cash equivalents at beginning of the</b>	<u>50,621</u>	<u>117,930</u>
<b>Cash and cash equivalents at end of the financial</b>	<u>26,843</u>	<u>105,806</u>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 September 2019**

<u>Group</u>	Share	Share	Statutory	Translation	Accumulated	Total
	<u>capital</u>	<u>premium</u>	<u>reserve</u>	<u>reserve</u>	<u>losses</u>	<u>equity</u>
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<b>Balance at 1 January 2019</b>	149,488	130,298	15,662	3,976	-117,305	182,119
<b>Effect of adopting SFRS(I) 16</b>					-1,640	-1,640
<b>Adjusted balance at 1 January 2019</b>	149,488	130,298	15,662	3,976	-118,945	180,479
Profit for the financial period	-	-	-	-	-23,343	-23,343
<i>Other comprehensive loss:</i>						
Exchange differences on translating foreign operations	-	-	-	-3,879	-	-3,879
Total comprehensive income for the financial period	-	-	-	-3,879	-23,343	-27,222
<b>Balance at 30 Sep 2019</b>	<u>149,488</u>	<u>130,298</u>	<u>15,662</u>	<u>97</u>	<u>-142,288</u>	<u>153,257</u>
<b>Balance at 1 January 2018</b>	149,488	130,298	15,662	5,878	-137,904	163,422
Profit for the financial period	-	-	-	-	20,599	20,599
<i>Other comprehensive income:</i>						
Exchange differences on translating foreign operations	-	-	-	-1,902	-	-1,902
Total comprehensive income for the financial period	-	-	-	-1,902	20,599	18,697
<b>Balance at 30 Sep 2018</b>	<u>149,488</u>	<u>130,298</u>	<u>15,662</u>	<u>3,976</u>	<u>-117,305</u>	<u>182,119</u>
	Share	Share	Statutory	Translation	Accumulated	Total
	<u>capital</u>	<u>premium</u>	<u>reserve</u>	<u>reserve</u>	<u>losses</u>	<u>equity</u>
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<b>Balance at 1 January 2019</b>	149,488	130,298	-	3,976	-164,563	119,199
Loss for the financial period	-	-	-	-	2,824	2,824
<i>Other comprehensive loss:</i>						
Exchange differences on translating foreign operations	-	-	-	-3,879	-	-3,879
Total comprehensive income for the financial period	-	-	-	-3,879	2,824	-1,055
<b>Balance at 30 Sep 2019</b>	<u>149,488</u>	<u>130,298</u>	<u>-</u>	<u>97</u>	<u>-161,739</u>	<u>118,144</u>
<b>Balance at 1 January 2018</b>	149,488	130,298	-	5,758	-164,751	120,793
Profit for the financial period	-	-	-	-	188	188
<i>Other comprehensive income:</i>						
Exchange differences on translating foreign operations	-	-	-	-1,782	-	-1,782
Total comprehensive income for the financial period	-	-	-	-1,782	188	-1,594
<b>Balance at 30 Sep 2018</b>	<u>149,488</u>	<u>130,298</u>	<u>-</u>	<u>3,976</u>	<u>-164,563</u>	<u>119,199</u>

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

There were no new shares issued during the nine months financial period ended 30 September 2019 and no outstanding convertibles or treasury shares were held as at 30 September 2019 and 31 December 2018.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The Company's total number of issued shares as at 30 September 2019 and 31 December 2018 was 383,288,000 ordinary shares of US\$0.05 each fully paid.

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

**1(d)(v) A statement showing all sales, transfers, cancellations and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable.

**2. Whether the figures have been audited or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).**

The figures have not been audited nor reviewed.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

Other than as disclosed in paragraph (5) below, the same accounting policies and methods of computation have been applied in these unaudited financial statements as those applied in the most recently audited financial statements for the financial year ended 31 December 2018.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The financial statements are prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)s”).

The adoption of the new/revised/amendments to SFRS(I)s which came into effect from 1 January 2019 does not have a material impact on the financial statements of the Group and the Company for the financial period under review, except for the following.

**SFRS(I) 16 Leases**

The Group has adopted SFRS(I) 16 Leases for the financial year beginning on 1 January 2019 using the modified retrospective approach to recognise the amount of right-of-use (“ROU”) assets as part of property, plant and equipment equal to the lease liabilities included in trade and other payables and increase in accumulated losses at date of initial application. The adoption of SFRS(I) 16 Leases resulted in adjustments to the Group’s statement of financial position as at 1 January 2019.

**6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends: -**

**(a) Based on the weighted average number of ordinary shares on issue; and**

**(b) On a fully diluted basis (detailing any adjustments made to the earnings).**

	Third quarter ended		Nine months ended	
	30 Sep 2019 <u>(Unaudited)</u>	30 Sep 2018 <u>(Unaudited)</u>	30 Sep 2019 <u>(Unaudited)</u>	30 Sep 2018 <u>(Unaudited)</u>
Number of shares‘000	383,288	383,288	383,288	383,288
EPS (RMB cent)	-1.84	3.70	-6.09	5.22

Basic earnings per ordinary share is calculated by dividing the Group’s profit attributable to equity holders of the Company by the weighted average share capital of 383,288,000 shares during the nine months financial period ended 30 September 2019 and 30 September 2018 respectively.

Diluted earnings per share is calculated by dividing the Group’s profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the nine months financial period ended 30 September 2019 and 30 September 2018 plus the weighted average number of ordinary shares that would be issued on the conversion of all dilutive potential ordinary shares into ordinary shares.

There is no dilutive potential ordinary share during the nine months financial period ended 30 September 2019 and 30 September 2018



7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**

(a) current financial period reported on; and

(b) immediately preceding financial year.

	Group		Company	
	As at	As at	As at	As at
	As at 30 Sep 2019	31 December 2018	As at 30 Sep 2019	31 December 2018
NAV per share (RMB cents)	39.98	47.52	30.82	31.10

Net asset value per ordinary share is calculated using the Group's and the Company's net asset values, as at the end of the respective financial period divided by the number of shares in issue (excluding treasury shares) of 383,288,000 ordinary shares as at 30 September 2019 and 31 December 2018, respectively.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: -**

(a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**

**Review of the Group's Financial Performance**

**Revenue**

Revenue increased by approximately 10.4% or RMB 68.7 million from RMB 661.6 million in the 3rd quarter of 2018 to RMB 730.21 million in the 3rd quarter of 2019 due to an increase in the sales volume of liquefied petroleum gas ("LPG") from 152,934 tons in the 3rd quarter of 2018 to 244,156 tons in the 3rd quarter of 2019 with the expansion of distribution network in East China. This is partially offset by a decrease in average sale price of LPG from RMB 4,300 per tons in the 3rd quarter of 2018 to RMB 2,993 per tons in the 3rd quarter of 2019 due to unfavorable market condition.

**Gross Profit**

Gross profit decreased by RMB 15.8 million or 42% from RMB 38.0 million in the 3rd quarter of 2018 to RMB 22.1 million in the 3rd quarter of 2019, which was attributed by two factors: one was the increasing competition from LPG produced by domestic refining plants, which continue to cut down price to expand their market share, the other was the cost of imported LPG were pushed up by higher marine transportation cost and devaluing CNY exchange rate, driving down gross profit of LPG in 3Q2019

**Other operating income**

Other operating income increased from RMB 0.5 million in the 3rd quarter of 2018 to RMB 1.4 million in the 3rd quarter of 2019. The increase of RMB 0.9 million or 55.4% was due to foreign exchange loss being reclassification into finance cost in 3Q2019.

**Operating expenses**

The increase in operating expenses was mainly due to the following:

**Selling and distribution expense**

Selling and distribution expenses increased by RMB 5.2 million or 72% from RMB 7.2 million in the 3rd quarter of 2018 to RMB 12.4 million the 3rd quarter of 2019 due to increased marine freight cost to access to Pearl River Delta and Yangzi River Delta market, partially offset by lower tugboat charges.

**Administrative expenses**

Administrative expenses decreased by RMB 1.6 million or 28.9% from RMB 5.4 million in the 3rd quarter of 2018 to RMB 3.8 million in the 3rd quarter of 2019 mainly due to lower overhaul cost and lower manpower cost.

**Other operating expenses** decreased by RMB 7.0 million to RMB 1.8 million in the 3rd quarter of 2019 from RMB 8.9 million the 3rd quarter of 2018 mainly due to foreign exchange loss being reclassification into finance cost in 3Q2019.

**Finance costs**

Finance costs decreased by approximately RMB 9.7 million or 383% from RMB 2.8 million in the 3rd quarter of 2018 to RMB 12.6 million in the 3rd quarter of 2019 mainly due to finance loss as a result of devaluing CNY exchange rate caused by the recent trade tension between USA and PRC.

**Profit attributable to equity holders**

As a result of the above, the Group yields its loss attributable to equity holders of RMB 7.04 million the 3rd quarter of 2019, compared with net profit of RMB 14.3 million in the 3rd quarter of 2018.

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: - (Cont'd)**

- (b) Any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**Review of the Group's Financial Position****Non-current assets**

Non-current assets increased by RMB 10.5 million or 10.0% from RMB 140.4 million as at FY2018 to RMB154.5 million as at 3Q2019 mainly due to recognition of right-of-use assets RMB 26.0 million and partially offset by depreciation of property, plant and equipment of RMB 15.5 million.

**Current assets**

Current assets increased by RMB 12.4 million or 3.5% from RMB 350.7 million as at FY2018 to RMB 363.1 million as at 30 September 2019. This is mainly due to by increase in trade receivables of RMB 68 million and increase in inventories of RMB 17.8 million, partially offset decrease in cash and cash equivalents and pledged fixed deposit of RMB 55.4 million and decrease in due from a related party of RMB 30.3 million.

**Current liabilities**

Current liabilities increased by approximately RMB 29 million or 9.5 from RMB 309 million as at FY2018 to RMB 338 million as at 3Q2019. This is mainly due to increase in bank borrowing of RMB 9.7million and increase in trade and other payables of RMB 23.2 million.

**Non-Current liabilities**

Non-current liabilities increased by RMB 22.4 million due to recognition of lease liabilities following the adoption of SFRS(I) 16 Leases as disclosed in paragraph 5.

### **Review of the Group's Cash Flow Statement**

The Group reported cash and cash equivalents of RMB 26.8 million as at 30 September 2019. The net decrease of RMB 23.8 million from cash and cash equivalents of RMB 50.6 million as at the beginning of 3Q2019 arose from foreign exchange rate changes of RMB 1.1 million on foreign currency cash balances and net cash outflow from operating, investing and financial activities during 3Q2019 of RMB 22.7 million.

Net cash used in operating activities amounted to RMB 78.3 million mainly due to cash utilized in working capital contributed by increase in inventories and trade and other receivables, partially offset by amount due to a related party and increase in trade and other payables.

Net cash used in investing activities amounted to RMB 0.8 million was due to purchase of property, plant and equipment.

Net cash used in financing activities amounted to RMB 100 million mainly due to proceeds from bank borrowing and decrease in pledged fixed deposit, partially offset by repayment in bank borrowings.

### **9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

Not applicable

### **10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The recent trade tension between PRC and USA provokes much uncertainty on global energy market and monetary market. Ouhua is under the pressure from devaluing CNY exchange rate and higher marine transportation cost that follows. To face the challenge, Ouhua continues to develop its risk management policies to handle the unexpected situation in effective and efficient manner. Meanwhile Ouhua is expanding its market to East China and South East Asia to grow its business, benefiting from China-led Belt and Road Initiative.

There remains a significant LPG market for urbanities and industries such as ceramics and food manufacturing segment. Overall demand for clean energy in China keep resilient and LPG is playing big role in energy consumption of China. Ouhua focuses on its core market and take advantage of global supply chain and excellent infrastructure and facilities to enhance its competitiveness and improve its profitability.

### **11. If a decision regarding dividend has been made:-**

#### **(a) Whether an interim (final) ordinary dividend has been declared (recommended)**

None.

#### **(b) (i) Amount per share in cents**

**(ii) Previous corresponding period in cents**

None.

- (c) ***Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).***

Not applicable.

- (d) ***The date the dividend is payable.***

Not applicable.

- (e) **The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

**12. If no dividend has been declared (recommended), a statement to that effect.**

No dividend has been declared or recommended for the third quarter ended 30 September 2019.

**13. If the group has obtained a general mandate from shareholders for Interested Person Transactions (“IPT”), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The aggregate values of interested person transactions for the financial period ended 30 September 2019 are as follows:

Name of interested person	Aggregate value of all interested person transactions (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)	Aggregate value of all interested person transactions (excluding transactions less than \$100,000)
	RMB'000	RMB'000	RMB'000
Chaozhou Huafeng (Group) Incorporation Ltd			
• Lease of LPG transportation vehicles	-	1,099	1,099
• Purchase of LPG		63,544	63,544
Chaozhou Huaxin Energy Co.,Ltd			
• Purchase of LPG	-		0
Chaozhou Zhongkai Huafeng Energy Retail Chain Co., Ltd.			
• Sale of LPG	-	37,074	37,074
Chaozhou Huafeng Refining Co., Ltd			
• Lease of port terminals, land use rights, office premises and staff dormitory		578	578
Guangdong Huafeng Zhongtian LNG Co., Ltd			
• Lease of port terminals, land use rights, office premises and staff dormitory	857	-	857

**14. Confirmation pursuant to Rule 705(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“SGX-ST”)**

The Board of Directors of the Company does hereby confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial statements for the nine months financial period ended 30 September 2019 to be false and misleading in any material aspect.

**15. Confirmation that the issuer has procured undertakings from all its directors and Executive officers (in the format set out in Appendix 7.7 under Rule 720(1)).**

The Board of Directors confirms that they have procured undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST

**BY ORDER OF THE BOARD**

**Liang Guo Zhan**  
Executive Chairman

8 November 2019