



## OUHUA ENERGY HOLDINGS LIMITED

(Incorporated in Bermuda on 3 January 2006)  
(Company Registration Number 37791)

### Unaudited Financial Statements For The Half-Year Ended 30 June 2020

For the purpose of this announcement, FY2020 refers to the full year financial period ended 31 December 2020 whereas FY2019 refers to the corresponding full year financial period ended 31 December 2019.

**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 HALF-YEAR ENDED 30 JUNE 2020

(RMB'000)	Six months ended		
	30 Jun 2020	30 Jun 2019	% change
<b>Revenue</b>	1,048,846	1,581,199	-33.7
Cost of sales	(1,054,039)	(1,562,660)	-32.5
<b>Gross profit</b>	(5,193)	18,539	-128
Other operating income	3,395	5,520	-39
Selling and distribution expenses	(15,353)	(15,885)	-3.3
Administrative expenses	(6,524)	(7,363)	-11.4
Other operating expenses	(4,195)	(7,009)	-40.1
<b>Profit from operations before interest</b>	(27,871)	(6,198)	350
Finance costs	(8,232)	(10,102)	-19
<b>Profit before income tax</b>	(36,103)	(16,300)	121
Income tax	-	-	N.M.
<b>Net profit for the year</b>	(36,103)	(16,300)	121
<b>Other comprehensive income</b>			
Foreign currency translation differences	(54)	-	N.M.
<b>Total comprehensive profit for the period</b>	(36,157)	(16,300)	122

"N.M." – Not Meaningful

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

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

(RMB'000)	Six months ended		% change
	30 Jun 2020	30 Jun 2019	
Depreciation of property, plant and equipment	15,310	8,734	75
Interest expense	5,701	4,238	35
Interest income	(283)	(181)	56
Foreign exchange gain/loss	1,192	3,886	-69

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 JUNE 2020

	Group		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	As at 30 Jun 2020 RMB'000	As at 31 Dec 2019 RMB'000	As at 30 Jun 2020 RMB'000	As at 31 Dec 2019 RMB'000
<b>Non-current assets</b>				
Property, plant and equipment	139,755	153,643	3	7.32
Investment in subsidiaries	-	-	156,277	156,277
<b>Total non-current assets</b>	<u>139,755</u>	<u>153,643</u>	<u>156,280</u>	<u>156,284</u>
<b>Current assets</b>				
Inventories	135,616	152,202	-	-
Trade and other receivables	96,178	105,982	107	0
Due from a related party	53,318	57,181	28,888	68,371,297,65
Margin deposits	9,325	3,216	8,322	3,216
Pledged fixed deposits	17,598	27,593	-	0
Cash and cash equivalents	6,538	71,339	861	4200.10374
<b>Total current assets</b>	<u>318,573</u>	<u>417,512</u>	<u>38,179</u>	<u>7,484</u>
<b>Total assets</b>	<u><u>458,328</u></u>	<u><u>571,155</u></u>	<u><u>194,458</u></u>	<u><u>163,768</u></u>
<b>Current liabilities</b>				
Trade and other payables	3,670	227,492	4,263	3,920
Due to related parties	5,375	8,236	3,826	4,477
Due to holding company	1,770	1,719	1,770	1,719
Due to a subsidiary	-	-	62,860	32,506
Bank borrowings	233,086	106,379	-	-
Income tax payable	2,317	2,765	-	-
Lease liabilities	4,847	11,116	-	-
<b>Total current liabilities</b>	<u>251,066</u>	<u>357,706</u>	<u>72,719</u>	<u>42,622</u>
<b>Non-current liabilities</b>				
Long-term debt	30,000			
Lease liabilities	16,616	16,648	-	
<b>Net assets</b>	<u><u>160,646</u></u>	<u><u>196,801</u></u>	<u><u>121,740</u></u>	<u><u>121,146</u></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	-	-
Foreign currency translation reserve	3,891	3,943	3,889	3,943
Accumulated losses	(138,693)	(102,590)	(161,936)	(162,583)
<b>Total equity</b>	<u><u>160,646</u></u>	<u><u>196,801</u></u>	<u><u>121,740</u></u>	<u><u>121,146</u></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 June 2020		As at 31 December 2019	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
233,086	-	106,379	-

**Amount repayable after one year**

As at 30 June 2020		As at 31 December 2019	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
30,000	-	-	-

**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 HALF-YEAR ENDED 30 JUNE 2020**

RMB'000	Six months ended	
	30 Jun 2020	30 Jun 2019
	RMB'000	RMB'000
<b>Cash flows from operating activities</b>		
Profit before income tax	(36,103)	(23,255)
Adjustments for:		
Depreciation of property, plant and equipment("PPE")	15,310	2,728
Interest income	(283)	(101)
Interest expense	5,701	2,569
Loss on disposal of property, plant and equipment	-	-
Operating profit before working capital changes	<u>(15,375)</u>	<u>(18,059)</u>
Working capital changes:		
Inventories	16,586	9,299
Trade and other receivables	9,804	11,264
Due from related parties	1,002	8,232
Trade and other payables	(229,760)	(113,618)
Due to related parties	-	0
Margin deposits	(6,109)	-
<b>Cash generated from/(used in) operations</b>	<u>(223,852)</u>	<u>(102,883)</u>
Interest received	283	181
Income tax paid	(448)	(80)
Net cash generated from/(used in) operating activities	<u>(224,017)</u>	<u>(102,781)</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(1,783)	(5,350)
Net cash flows used in investing activities	<u>(1,783)</u>	<u>(5,350)</u>
<b>Cash flows from financing activities</b>		
Increase in pledged fixed deposits	9,995	21,424
Repayments from related parties	247	(0)
Proceeds from bank borrowings	195,219	150,725
Repayment of bank borrowings	(38,856)	(35,989)
Interest paid	(5,357)	(4,238)
Net cash (used in)/generated from financing activities	<u>161,247</u>	<u>131,922</u>
Effect of foreign exchange rate change in cash and cash equivalent	(248)	(540)
<b>Net increase/(decrease) in cash and cash equivalents</b>	(64,553)	23,791
<b>Cash and cash equivalents at beginning of the financial year</b>	<u>71,339</u>	<u>27,370</u>
<b>Cash and cash equivalents at end of the financial year</b>	<u>6,538</u>	<u>50,621</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 HALF-YEAR ENDED 30 JUNE 2020**

	Share capital RMB'000	Share premium RMB'000	Statutory reserve RMB'000	Foreign exchange translation reserve RMB'000	Accumulated losses RMB'000	Total equity RMB'000
<b>Group</b>						
<b>Balance at 1 January 2019</b>	149,488	130,298	15,662	3,976	(117,305)	182,119
Profit for the financial period	0	0	0	0	14,714	14,714
<i>Other comprehensive loss:</i>						
Exchange differences on translating foreign operations	-	-	-	(33)	-	(33)
Total comprehensive income for the financial period	-	-	-	(33)	14,714	14,681
<b>Balance at 31 Dec 2019</b>	<u>149,488</u>	<u>130,298</u>	<u>15,662</u>	<u>3,943</u>	<u>(102,591)</u>	<u>196,800</u>
<b>Balance at 1 January 2020</b>	149,488	130,298	15,662	3,943	(102,591)	196,800
Profit for the financial period	-	-	-	-	-36,103	-36,103
<i>Other comprehensive income:</i>						
Exchange differences on translating foreign operations	-	-	-	(52)	-	(52)
Total comprehensive income for the financial period	-	-	-	(52)	-36,103	-36,155
<b>Balance at 31 Dec 2020</b>	<u>149,488</u>	<u>130,298</u>	<u>15,662</u>	<u>3,891</u>	<u>(138,693)</u>	<u>160,645</u>
	Share capital RMB'000	Share premium RMB'000	Statutory reserve RMB'000	Foreign exchange translation reserve RMB'000	Accumulated losses RMB'000	Total equity RMB'000
<b>Company</b>						
<b>Balance at 1 January 2019</b>	149,488	130,298	-	3,976	(164,563)	119,199
Profit for the financial period	-	-	-	-	1,980	1,980
<i>Other comprehensive income:</i>						
Exchange differences on translating foreign operations	-	-	-	(33)	-	(33)
Total comprehensive income for the financial period	-	-	-	(33)	1,980	1,947
<b>Balance at 31 Dec 2019</b>	<u>149,488</u>	<u>130,298</u>	<u>-</u>	<u>3,943</u>	<u>(162,583)</u>	<u>121,146</u>
<b>Balance at 1 January 2020</b>	149,488	130,298	-	3,943	0	121,146
Loss for the financial period	-	-	-	-	647	647
<i>Other comprehensive loss:</i>						
Exchange differences on translating foreign operations	-	-	-	(54)	-	(54)
Total comprehensive income for the financial period	-	-	-	(54)	647	593
<b>Balance at 31 Dec 2020</b>	<u>149,488</u>	<u>130,298</u>	<u>-</u>	<u>3,889</u>	<u>(161,936)</u>	<u>121,740</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 half-year ended 30 June 2020 and no outstanding convertibles or treasury shares were held as at 30 June 2020 and 31 December 2019.

**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 June 2020 and 31 December 2019 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.

**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:-**

**(a) Updates on the efforts taken to resolve each outstanding audit issue.**

**(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

**This is not required for any audit issue that is a material uncertainty relating to going concern.**

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 2019.

**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 International Financial Reporting Standards (“IFRSs”).

The adoption of the new/revised/amendments to IFRSs 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.

IFRS 16 Leases

The Group has adopted IFRS 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 IFRS 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).**

	<b>Six months ended</b>	
	<b>30 Jun 2020 (Unaudited)</b>	<b>30 Jun 2019 (Unaudited)</b>
Number of shares'000	383,288	383,288
(a) EPS (RMB cent) on a weighted average number or ordinary shares	-9.42	-4.25
(b) EPS (RMB cent) on a fully diluted basis	-9.42	-4,25

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 half-year ended 30 June 2020 and 30 June 2019 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 half-year ended 30 June 2020 and half-year ended 30 June 2019 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 half-year ended 30 June 2020 and 30 June 2019.



**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.**

	<b>Group</b>		<b>Company</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>
NAV per share (RMB cents)	41.91	51.35	31.76	31.61

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 June 2020 and 31 December 2019, 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 decreased by approximately 33.7% or RMB 532.4 million from RMB 1,581.2 million in FY2019 to RMB 1,048.8 million in the 1st half of FY2020 due to a decrease in the sales volume of liquefied petroleum gas ("LPG") from 452,918 tons in the 1st half of FY2019 to 409,627 tons in the same period of FY2020 due to the sharp decrease in the demand for LPG with the impact of COVID-19 pandemic across China and the outside world, compounded by a decrease in average sale price of LPG from RMB 3,491 per tons in the 1st half of FY2019 to RMB 2,560 per ton in the same period of FY2020 due to increasing competition from local oil refineries.

**Gross Profit**

Gross profit decreased by RMB 23.7 million from RMB 18.5 million in the 1<sup>st</sup> half of FY2019 to RMB -5.2 million in the same period of 2020, mainly for two reasons: one is the price of oil hitting the lowest point during the last 18 years, resulting in impairment loss of our LPG inventories; the other reason is the competition from local oil refineries, who produce LPG as by-product and are inclined to cut down LPG price to seek more market share, reducing Ouhua's profit margin consequently.

**Other operating income**

Other operating income decreased from RMB 5.5 million in the 1st half of FY2019 to RMB 3.4 million in the same period of FY2020. The decrease of RMB 2.1 million or 39% was mainly attributed to higher foreign exchange gains in the 1st half of FY2019.

**Operating expenses**

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

**Selling and distribution expense**

Selling and distribution expenses decreased by RMB 0.5 million or 3.3% from RMB 15.9 million in the 1<sup>st</sup> half of 2019 to RMB 15.4 million in the same period of 2020 due to saving on service charge and exporting brokerage fee.

#### **Administrative expenses**

Administrative expenses decreased by RMB 0.8 million or 11% from RMB 7.4 million in 1<sup>st</sup> half of 2019 to RMB 6.5 million in the same period of 2020 mainly due to tax and surcharge relief from PRC government during Covid-19 pandemic.

#### **Other operating expenses**

Other operating expenses decreased by RMB 2.8 million or 40% to RMB 4.2 million in the 1<sup>st</sup> half of 2020 from RMB 7.0 million in the same period of 2019 mainly due to saving on the application fee of Letter of Credit .

#### **Finance costs**

Finance costs decreased by approximately RMB 1.9 million or 19% from RMB 10.1 million in the 1<sup>st</sup> half of 2019 to RMB 8.2 million in the same period of 2020 mainly for the reason that Ouhua negotiated down interest rate of bank loans.

#### **Profit attributable to equity holders**

As a result of the above, the Group yields its loss attributable to equity holders of RMB 36.2 million in the 1<sup>st</sup> half of FY2020, compared with the loss of RMB 16.3 million in the same period of FY2019.

### **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 decreased by RMB 13.9 million or 9.0% from RMB153.6 million as at 30 June 2019 to RMB139.8 million as at 30 Jun 2020 mainly due to the increase in depreciation of property, plant and equipment of RMB 13.9 million.

##### **Current assets**

Current assets decreased by RMB 98.9 million or 23.7% from RMB 417.5million as at 31 Dec 2019 to RMB 318.6 million as at 30 June 2020. This is mainly due to by decrease in cash and cash equivalents of RMB 64.8 million, inventories of RMB 16.6 million, trade and other receivables of RMB 9.8 million, partially offset by increase in margin deposits of RMB 6.1 million.

##### **Current liabilities**

Current liabilities decreased by approximately RMB 106.6 million or 29.8% from RMB 357.7 million as at 31 Dec 2019 to RMB 251.1 million as at 30 June 2020. This is mainly due to decrease in trade and other payables of RMB 223.8 million, offset by increase in bank borrowing of RMB 126.7 million.

##### **Non-Current liabilities**

Non-current liabilities increased by RMB 30.0 million due to the increase in long term loans of RMB 30 million.

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

The Group reported cash and cash equivalents of RMB 6.6 million as at 30 June 2020. The net decrease of RMB 64.8 million from cash and cash equivalents in FY2020 arose from foreign exchange rate changes of RMB -0.2 million on foreign currency cash balances and net cash outflow from operating, investing and financial activities during FY2019 of RMB 64.6million.

Net cash used in operating activities amounted to RMB 224.0 million mainly due to cash utilized in working capital contributed by increase in trade and other payable, partially offset by the increase in inventories and trade and other receivables.

Net cash used in investing activities amounted to RMB 1.8 million was due to purchase of property, plant and equipment.

Net cash generated in financing activities amounted to RMB 161.2 million mainly due to proceeds from bank borrowings and Increase in pledged fixed deposit, partially offset by repayment of bank borrowings and Interest paid.

**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 China economy has been on steady path to recover after being hit by a series of geographical and public health events, as we could see 3.2% year-on-year GDP growth rate in 2020 Q2, LPG market remains resilient and is expected to rebound slowly. With the expectation to benefit from tax and fee reduction, infrastructure investment, social benefits and employment support from PRC government, Ouhua will continue to seize the opportunities of LPG market to navigate through the uncharted waters.

In upcoming months Ouhua will leverage its advantage on integrated logistics chain to provide more value-added service to our customers, for the purpose to differentiate ourselves with our competitors and improve our profit margin. Ouhua will continue to solidify strategic alliance with PRC banks and use future market to hedge risk in a cautious and effective way. Ouhua plans to diversify its business portfolio and optimize its cost structure, which would equip Ouhua with more agility and resiliency to overcome industrial cycle and create shareholder value in long run.

**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**

None.

**(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 5.00pm) 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 and the reason(s) for the decision.**

No dividend has been declared or recommended for the half year ended 30 June 2020 as the Board wants to conserve cash.

**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 June 2020 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	-	3,429	3,429
Chaozhou Zhongkai Huafeng Energy Retail Chain Co., Ltd.			
• Sale of LPG	-	57,823	57,823
Chaozhou Huafeng Refining Co., Ltd			
• Lease of port terminals, land use rights, office premises and staff dormitory		1,157	1,157
Guangdong Huafeng Zhongtian LNG Co., Ltd			
• Lease of port terminals, land use rights, office premises and staff dormitory		1,714	1,714

**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 half-year ended 30 June 2020 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

12 August 2020