REENOVA INVESTMENT HOLDING LIMITED

(Incorporated in the Republic of Singapore | Company Reg. No.: 200104762G)

Website: **www.reenovagroup.com**

SGX Stock Code: **5EC**

RESPONSE TO SGX-ST QUERIES

The Board of Directors (the "**Board**") of Reenova Investment Holding Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to provide the following additional information in response to the queries raised by Singapore Exchange Securities Trading Limited ("**SGX-ST**") in their email dated 16 March 2022.

Query by SGX-ST:

1. We refer to the Company's 15 March 2022 announcement of the resignation of the Group Financial Controller and Company Secretary, Mr Vincent Lee Chung Ngee, effective on 31 March 2022. We note that the Company had not announced any replacement. Please clarify who will be taking over his duties after his resignation on 31 March 2022 and to disclose the specific steps the Board has undertaken to find a replacement.

Company's Response:

1. Presently, the Company has not appointed anyone to take over his duties after his resignation on 31 March 2022. The Board is in the midst of conducting searches for a suitable candidate through, *inter alia*, networks of directors, and business associates and/or placing job advertisements to fill this vacancy if required. The Board, via the Nominating Committee, has conducted an interview with a potential candidate on 18 March 2022 and the Company will make an announcement in due course should the candidate be appointed.

Query by SGX-ST:

2. The reason stated for his cessation is "to pursue other career opportunities". Please elaborate why the Company has announced his sudden cessation only 2 weeks prior to his cessation and to disclose if he is leaving without another job or whether he has found another job and elaborate on the urgency for his cessation. To also explain why his resignation was not disclosed in the Company's 1 March 2022 announcement and why this was also not disclosed to the Exchange when the Company sought an extension of time to announce its FY2021 Results and to hold its FY2021 AGM.

Company's Response:

2. The Executive Chairman of the Company has only accepted Mr Lee's resignation on 11 March 2022 and prior to that, he was having discussions with Mr Lee to retain and persuade him to remain with the Company. He has found another job, which is a replacement for a position that would be vacant in March 2022. Mr Lee's resignation was not disclosed as his resignation has not been officially accepted by the Executive Chairman and discussions with Mr Lee to retain and persuade him to remain with the Company were still ongoing then.

Query by SGX-ST:

3. In relation the Company's announcement on 7 March 2022, to disclose whether the Company has received the unaudited consolidated financial results of Reenova Holding (Mauritius) Limited and Reenova Rare Earth (Malagasy) s.a.r.l.u. and if it will be able to consolidate the results of Reenova Holding (Mauritius) Limited and Reenova Rare Earth (Malagasy) s.a.r.l.u prior to the departure of Group Financial Controller and Company Secretary, Mr Vincent Lee Chung Ngee on 31 March 2022.

Company's Response:

3. The Company has received the stand alone unaudited financial results of Reenova Holding (Mauritius) Limited ("**RHM**") for FY2021 but has yet to receive stand alone unaudited financial results of Reenova Rare Earth (Malagasy) s.a.r.l.u. ("**RREM**") for FY2021. The Company has been following up closely with the accounting service provider of RREM and expects to receive the FY2021 financial results within the next couple of days. Barring any unforeseen circumstances, the Company remains committed and will endeavour to announce its unaudited consolidated financial results for FY2021 by 31 March 2022.

Query by SGX-ST:

4. In relation to the extended timeline to announce its FY2021 Results and to hold its FY2021 AGM, to disclose how the Company will be able to fulfil its obligations to announce its FY2021 Results by 31 March 2022, and to complete its audit and convene an AGM by 31 May 2022 in respect of FY2021.

Company's Response:

4. The Company will work closely with its auditors and accounting service providers, on a best efforts basis, to fulfil its obligations to announce its FY2021 Results by 31 March 2022, and to complete its audit and convene an AGM by 31 May 2022 in respect of FY2021.

Query by SGX-ST:

5. In relation to the Company disclosing that it is in the process of obtaining loans to settle outstanding fees owed to the accounting service providers and auditors for the continued provision of accounting and auditing services, please clarify whether such loans have been obtained and whether the amounts owed to the accounting service providers and auditors have been repaid.

Company's Response:

5. The Company is in the process of finalising a loan agreement to settle the outstanding fees owed to the accounting service providers and auditors for the continued provision of accounting and auditing services. At the present moment, only the accounting service provider of RREM has been paid.

Query by SGX-ST:

6. Please provide an update to the proposed disposal of Reenova Global Pte. Ltd. to GRM Group Limited announced on 10 November 2021.

Company's Response:

6. There has been no significant progress in the proposed disposal of Reenova Global Pte Ltd as no deposit was received from GRM Group Limited to-date and the Exclusivity Period of three months that was granted under the Term Sheet with GRM Group Limited on 10 November 2021 has since expired on 10 February 2022. The Company is currently looking for potential buyers who may be keen to acquire Reenova Global Pte Ltd and its subsidiaries, RHM and RREM.

Query by SGX-ST:

7. Please provide an update to the proposed acquisition of 3DOM (Singapore) Pte. Ltd. last announced on 28 January 2022 and disclose with specific details whether the Company has the funds needed to complete its due diligence as well as all the other required professional services.

Company's Response:

7. The Company had on 16 March 2022 entered into a facility letter (the "**Facility Letter**") with JW Venture Capital Pte. Ltd. (the "**Lender**"), pursuant to which the Lender shall grant a business loan facility of S$350,000 (the "**Loan**") to the Company. The Loan has been utilised to make initial fee payments to the professionals who are working on the RTO. The professionals are working towards meeting the deadlines as set out in the Second Waiver that was announced on 12 February 2022. The Company is also working towards submitting to the SGX-ST, in due course, a draft circular on the non-binding term sheet in relation to S$1.2 million convertible loans as announced on 17 November 2021.

On behalf of the Board
Reenova Investment Holding Limited

Chen Tong
Executive Chairman

19 March 2022