

UPDATE ON THE DIVESTMENT OF SINENERGY NINH THUAN POWER LLC (“PROJECT COMPANY”)

1 INTRODUCTION

The Board of Directors (“**Board**”) of SHS Holdings Ltd. (“**Company**”) and together with its subsidiaries, the “**Group**”) refers to its earlier announcement to shareholders dated 26 December 2018 (“**Earlier Announcement**”) in relation to the divestment of Solar Project. Unless specifically defined, all capitalised terms used herein shall have the same meanings as ascribed to them in the Earlier Announcement.

In the announcement of 26 December 2018, the Board had announced that its wholly-owned Singapore-incorporated subsidiary, Sinenergy Holdings Pte. Ltd. (“Sinenergy”), has entered into an amended and restated investment agreement dated 26 December 2018 (“SPA”) with Solar NT Holdings Pte. Ltd. (“Sing Holdco”), Super Solar Energy Company Limited (“SSE”) and Super Energy Group (Hong Kong) Co., Ltd. (“SEGHK”) for the divestment of its interests in the solar power plant named Sinenergy Ninh Thuan I (“Project”) held by the Project Company to SEGHK, via the transfer by Sinenergy of all its shares in Sing Holdco (“Sale Shares”) to SEGHK (“Divestment”). The aggregate consideration for the Divestment is US\$5.5 million (the “Consideration”).

Post-completion of the Divestment, Sing Holdco and Project Company will cease to be subsidiaries of the Company and SEGHK would have acquired the entire issued and paid-up share capital of Sing Holdco.

2 DIVESTMENT UPDATE

The Board wishes to provide an update of the Company’s Divestment status. Today, Sinenergy has executed the transfer of 90% shareholding of Sing Holdco to SEGHK, being 900,000 shares for a consideration of US\$4,125,000.

3 OTHER MATTERS

The Company will provide further updates on material developments to the Divestment as necessary or appropriate.

None of the directors or controlling shareholders of the Company (other than in his capacity as director or shareholder of the Company) has any interest, direct or indirect, in the Divestment, the SPA, the PPA or any of the agreements proposed to be signed in relation thereto.

By Order of the Board

Ng Han Kok, Henry
Executive Director and Group Chief Executive Officer
28 May 2020