

17 DECEMBER 2020

RESPONSE TO SGX-ST QUERIES

Alita Resources Limited (Subject to Deed of Company Arrangement) (SGX: 40F) ('the Company') would like to provide the following information in response to queries raised by the Singapore Exchange Securities Trading Limited (SGX-ST) on 7 December 2020 in respect of the announcements released by the Company on 4 December 2020 and 5 December 2020.

Response to SGX queries

SGX Queries	Company's Responses
<p>(1) It was mentioned in the 4 Dec Announcement that 'Following the effectuation of the DoCA, Alita's only creditor will be its financier, China Hydrogen Energy Ltd of circa AUD 47 million'. However, in the 5 Dec Announcement, it was mentioned that 'Robert Kirman and Robert Brauer of McGrathNicol were appointed as Voluntary Administrators..., by its secured creditor, Austroid Corporation...'. Can the Company clarify on whether China Hydrogen Energy Ltd is currently the only creditor of the Company, and what is/are Austroid Corporation's claim on the Company?</p>	<p>The CHEL Loan Facility Agreement ('LFA') (facility limit of AUD 70 million, where c. AUD 47 million has been drawn down) was assigned to Austroid Corporation ('Austroid') on 2 December 2020.</p> <p>The creditors existing on the appointment of Voluntary Administrators on 28 August 2019 have been extinguished via the DoCA and no longer have claims against the Company and its subsidiaries.</p> <p>Liabilities incurred by the former Deed Administrators during the DoCA period will be paid by the former Deed Administrators from funds held for this purpose.</p> <p>Accordingly, Austroid is the sole continuing creditor of the Company and its subsidiaries.</p>
<p>(2) What was the Company's plans in appointing Mr David Pile and Mr Fergus Jockel (the 'New Directors') as independent directors, with the intention of taking control of the Company and its affairs from 4 December 2020? What change in circumstance(s) had taken place for the Voluntary Administrators to be appointed, in less than 2 weeks after the New Directors were appointed?</p>	<p>The Deed Administrators appointed the New Directors under powers provided for in the DoCA with a view to the New Directors taking control of the Company following effectuation of the DoCA.</p> <p>Following Orders made by the Supreme Court of Western Australia on 24 November 2020 DoCA, the conditions precedent of the DoCA were satisfied or appropriately waived. Accordingly, the DoCA completed and effectuated.</p> <p>The DoCA effectuation allowed the Stockpile Trust to be established and capitalised in order that those creditors could receive their return under the DoCA, which those creditors voted in favour of at the Second Meeting of Creditors held on 17 December 2019.</p> <p>The Companies were in default of the LFA prior to DoCA effectuation. We are informed that a new facility was offered to the new Directors, however was not accepted</p> <p>In circumstances where its facility was in default, and no new financing was agreed, Austroid then enforced its security and appointed Receivers and Managers, and Voluntary Administrators pursuant to section 436(C) of the <i>Corporations Act 2001</i>.</p>
<p>(3) Given that the Company is looking to undertake a restructuring or recapitalisation of the Group, what is the Company's plan in relation to the proposed delisting of its</p>	<p>The Receivers and Managers have not formed a view on the SGX-ST listing presently. This will be determined by the outcome of the restructuring or recapitalisation process.</p>

shares from the SGX-ST (as announced on 20 February 2020)?	
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Authorised by:

Richard Tucker
Receiver and Manager
Alita Resources Limited
(Administrators Appointed)
(Receivers and Managers Appointed)