

CHARISMA ENERGY SERVICES LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 199706776D)

MONTHLY UPDATE

Unless otherwise defined, all capitalised terms used in this announcement which are not defined herein shall have the same meanings ascribed to them in the previous monthly update announcement by Charisma Energy Services Limited (the “Company”) dated 18 January 2023 and 30 November 2023 (the “Previous Announcement”).

1. INTRODUCTION

The Board of Directors (the “**Directors**” or the “**Board**”) of the Company and together with its subsidiaries (the “**Group**”), refers to the Previous Announcement. Save for the matters already announced, the Board would like to provide the following updates on the matters below as of the date of this announcement:

- (a) In relation to the China photovoltaic power plant (“**PRC Solar**”), the Group had fulfilled its quarterly instalment payment on the loan principal amount and interest to date with partial funding arising from a loan from the minority shareholder. The Group remains in talks with potential buyers for PRC Solar as part of the Company’s divestment strategy. As announced, a memorandum of understanding was signed with another potential buyer (“**Potential Buyer**”) and the Potential Buyer’s due diligence work has commenced and is currently ongoing;
- (b) In relation to the Sri Lanka mini hydro power plants operations, the plants continue to operate smoothly and generate a positive operating cashflow. With the collection efforts made in November 2023, the Group’s current outstanding receivables from its customer now stands at approximately US\$2.9 million;
- (c) In view of the extension of the long stop date with the Subscriber, as announced by the Company on 13 October, the Company had received instructions from OCBC on 1 December 2023 to make a partial repayment of US\$5 million towards the outstanding OCBC bank loan, using the remitted funds from the Sri Lanka operations (which was remitted to the Company’s OCBC account and earmarked for repayment to OCBC). The Company complied with the OCBC’s instruction and arranged for the partial repayment of US\$5 million on 4 December 2023. The Company has since been notified that OCBC had agreed to assign their rights under the hydro loan to the Subscriber pursuant to the OCBC Loan Purchase as part of the New CSA.
- (d) The Company is working closely with OCBC and the Subscriber on the assignment of securities previously provided to OCBC for the completion of the OCBC Loan Purchase. Upon completion of the OCBC Loan Purchase, the capitalised amount shall remain unchanged at US\$8 million as per the New CSA announced by the Company on 18 January 2023. However, due to the above developments, the amount to be refinanced into a convertible loan as per the Term Sheet entered into between the Company and the Subscriber is reduced accordingly by US\$5 million. As the repayment is made from the remitted funds, the Board and Management have assessed that the above partial repayment does not have any material impact to the Company’s going concern and trading resumption proposal submitted to Singapore Exchange; and

- (e) The Company continues to work with the relevant parties towards the trading resumption of its securities on the Catalist Board of the Singapore Exchange. The Company will make further announcements to update shareholders when there are material developments.

2. GOING CONCERN

As previously announced by the Company, failing to complete the New CSA with the Subscriber by the long stop date, coupled with the depletion of the unencumbered cash to sustain the Group's operations, the Company may have no means to continue as a going concern.

3. FURTHER ANNOUNCEMENTS

In accordance with Catalist Rule 704(22), the Company will continue to update its shareholders via SGXNet regarding, *inter alia*, the financial situation of the Group. The Company will make further announcements as and when there are material developments.

4. CAUTIONARY STATEMENT

Notwithstanding that the trading of the Company's shares is suspended, shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company. Shareholders and potential investors who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Tan Ser Ko
Chief Executive Officer
28 December 2023

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

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