

ENECO ENERGY LIMITED
(the “Company”)
(Co. Reg. No. 200301668R)
(Incorporated in the Republic of Singapore)

Quarterly Update Pursuant to Rule 1313(2) of the Listing Manual

Eneco Energy Limited (the “Company” and together with its subsidiaries, the “Group”) was placed on the Watch-List under the Financial Entry Criteria pursuant to Rule 1311(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“SGX-ST”) (“Listing Manual”) on 04 December 2019. The Company has 36 months from 04 December 2019 (the “Deadline”) to meet the requirements of Listing Rule 1314(1).

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors (the “Board”) wishes to provide an update on its efforts and the progress made in meeting the Financial Exit Criteria as set out in Rule 1314(1) of the Listing Manual in respect of the quarter ended 31 March 2022.

Update on Efforts for Satisfying Financial Exit Criteria

The Group had achieved major milestones in the financial year ended 31 December 2021 (“FY2021”), which had improved the Group’s net liabilities from S\$20.1 million in FY2019 to S\$5.4 million in FY2021, a significant 73.1% improvement.

The Company has also received a No Objection Letter from SGX-ST on 9 January 2022 in relation to the resumption of trading of the Company’s shares on the SGX. Meeting all the conditions stated in the letter will be the top priority. The resumption of trading will put the Group in a stronger position to restore its financial health and meet the requirements for removal from the Watch-List.

On 8 March 2022, the Group entered into a Shares Sale and Purchase Agreement with Indonusa Oil Ltd for the divestment of Ramba Energy Investments Limited, the intermediate holding company of the oil and gas entities domiciled in Indonesia. This will allow the Group to exit the loss making and high risk Oil & Gas business.

The Company also announced on 25 March 2022 that it had entered into a placement agreement with SAC Capital Private Limited for the proposed placement of (i) up to an aggregate of 1,660,000,000 new ordinary shares of the Company at an issue price of S\$0.009 per share and (ii) up to 1,660,000,000 detachable, transferrable and non-listed warrants at an issue price of S\$0.001 per warrant, on the basis of one warrant for each placement share, with each warrant carrying the right to subscribe for one new ordinary share in the capital of the Company at an exercise price of S\$0.009 for each share. The placement proceeds from the exercise will put the Company in a stronger financial position once its shares are allowed to resume trading on SGX.

The Group continues to seek growth and expansion of its logistics business, strengthen its market position and at the same time explore business diversification for new revenue/ profit streams.

Update on the Unaudited Financial Performance and Financial Position

As at 31 March 2022, the Group recorded an improvement in revenue of S\$10.5 million as compared with \$9.4 million in the last corresponding period. Net liabilities as at 31 March 2022 stood at S\$5.5 million, compared with S\$5.4 million at the end of FY2021.

For further information, please refer to the announcement of the unaudited financial statements of the Group for the period ended 31 March 2022 for an update on the Group’s financial position and any material developments that may have an impact on its financial situation.

For and on behalf of the Board

Gwee Chee Kiang

Chief Executive Officer

12 May 2022