**HOTUNG INVESTMENT HOLDINGS LIMITED**

(Incorporated in Bermuda)

**RESPONSE TO SGX-ST'S QUERY ON THE COMPANY'S ANNOUNCEMENT ON 20 FEBRUARY 2023 OF ITS FINANCIAL RESULTS FOR THE FULL YEAR ENDED 31 DECEMBER 2022**

The Board of Directors (the "**Board**") of Hotung Investment Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to the query raised by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 22 February 2023 in relation to the Company's announcement on 20 February 2023 of its financial results for the full year ended 31 December 2022 and wishes to provide the following information in response:

**SGX-ST's Query**

Please provide a breakdown of the revenue and explain the reason(s) for the significant decrease in revenue from NT$1.02b for the year ended 31 December 2021 to NT$246.5m 31 December 2022.

**Company's Response**

**1. To provide a breakdown of revenue as below.**

| | Group | |
|---|---|---|
| | **2022** | **2021** |
| | **NT$'000** | **NT$'000** |
| Dividend/distribution income | 70,882 | 159,374 |
| Net gains on financial assets at fair value through profit or loss ("FVTPL") | 150,174 | 863,548 |
| Others | 25,437 | 781 |
| | **246,493** | **1,023,703** |

2. **To explain the reason(s) for the significant decrease in revenue from NT$1.02b for the year ended 31 December 2021 to NT$246.5m for the year ended 31 December 2022:**

The decrease in revenue from NT$1.02 billion for the year ended 31 December 2021 to NT$246.5 million for the year ended 31 December 2022 was mainly due to the realized gains of investments in 2021. In 2021, the Group had recognized net gains of investments of NT$863.5 million, with NT$747 million coming from the divestment of an investment in new energy and the partial sale of investments in semiconductor respectively.

**BY ORDER OF THE BOARD**

Hsin-Chieh Chung
Company Secretary
23 February 2023