



CHINA HAIDA LTD.

(Incorporated in Singapore on 18 August 2004)

Company Registration No. 200410428C

24 Raffles Place #20-03 Clifford Centre Singapore 048621

ENTRY INTO LOAN AGREEMENT

1. INTRODUCTION

The Board of Directors (the "**Board**") of China Haida Ltd. (the "**Company**") refers to the announcements released on 10 December 2020 (the "**10 December Announcement**") in relation to query (5) of the announcement and wishes to announce the following loan agreement entered into by the Company.

2. LOAN AGREEMENT

The Board of the Company wishes to announce that the Company has on 28 January 2021 entered into a loan agreement (the "**Loan Agreement**") with Mr Stanley Lee ("**SL**"), as the lender, in connection with the grant of a loan of S\$500,000 to the Company (the "**Loan**").

2.1 Information on SL

The lender is the cousin of Mr Soh Yeow Hwa ("**Mr Soh**") but is not considered an associate as defined in the Listing Rules. The loan will be on commercial terms and Mr Soh has abstained in the negotiations on the terms of the Loan and the decision-making process.

2.2 Terms and Conditions of the Loan

The terms and conditions of the Loan were negotiated and agreed upon by the parties on an arm's length basis.

Principal Amount	S\$500,000
Drawdown	The Loan may be drawn down in 3 tranches in the sums of S\$200,000, \$200,000 and \$100,000 within six (6) months from the date of the Loan Agreement.
Interest	Interest will be chargeable on the Loan at 6% per annum

Repayment

The Borrower shall repay to the Lender the Loan and the Interest in three (3) repayments on the respective Business Day falling six (6) months from each drawdown date, or such other date as may be agreed between the Parties (the “**Repayment Date**”), either in cash or by allotment and issuance of ordinary shares in the capital of the Company at a price to be agreed by the Parties with reference to the applicable listing rules for a value equivalent to the drawdown amount and the Interest on the aforesaid drawdown amount. In the event that the Loan is to be repaid by way of shares, a separate placement agreement is to be agreed and entered into by the parties.

2.3 Use of proceeds and Rationale for the Loan

The Loan is to be used for working capital purposes for the Company.

2.4 Interests of Directors and Substantial Shareholders

Save as disclosed in this announcement and other than through their respective shareholdings in the Company, none of the Directors, or to the best of the Directors’ knowledge, substantial shareholders of the Company has any interest, direct or indirect in the Loan.

By Order of the Board

Lim Kok Meng
Company Secretary
4 February 2021