

RESPONSE TO SGX-ST'S QUERIES

The Board of Directors ("**Board**") of Reclaims Global Limited ("**Company**", and together with its subsidiaries, the "**Group**") has received the following queries from the Singapore Exchange Securities Trading Limited ("**SGX-ST**") in respect of its announcement dated 7 February 2023 (the "**Announcement**"), in relation to the outcome of the investigation conducted by Corrupt Practice Investigation Bureau ("**CPIB**") on the Company's Executive Chairman, Mr Chan Chew Leh ("**Mr Chan**") (the "**Investigation**") The Board of the Company has provided the following responses to the SGX-ST's queries.

SGX-ST'S queries:

1) Please confirm if the offences committed are related to the Group. If so, please disclose the nature and materiality of such offences.

Company's Response:

The Group is not the subject matter of the investigations by CPIB. Mr Chan has confirmed that, to the best of his knowledge, the investigations are in connection with his actions in his personal capacity.

The investigations were related to 2 payments amounting to S\$5,000 which Mr Chan made in his personal capacity to a Resident Technical Officer ("**RTO**") as an inducement for forebearing to show disfavour.

2) Besides the conditional warning, please disclose if there are any other restrictions imposed by CPIB on Mr Chan.

Company's Response:

There are no other restrictions imposed by CPIB.

3) The conditional warning requires that Mr Chan does not re-offend within the next 12 months, failing which, he will be liable for prosecutions. Please elaborate on steps taken to ensure Mr Chan is able to abide by the conditional warning. In addition, please provide the Board's assessment on whether the Group's business and operations will be impacted in the event Mr Chan is liable for prosecution.

Company's Response:

The Board has obtained a letter of undertaking from Mr Chan that he will abide by the conditions in the conditional warning. The Board will oversee the additional measures disclosed in the Announcement, which will be effective during the aforementioned 12-month period. These measures include monitoring quarterly confirmations submitted by Mr Chan and increasing education and awareness through circulation of materials and articles on compliance with the relevant rules and regulations.

As part of the Board's deliberations on the suitability of Mr Chan's continued appointment as the Executive Chairman and director of the Company, the Board believes that Mr Chan's expertise, experience, and relationships with stakeholders are necessary to the Group, especially against the uncertain economic backdrop in the foreseeable future. Nonetheless, the Group's businesses have been managed and will continue to be managed with our Chairman, Chief Executive Officer, Chief Operations Officer and senior management team. In the hypothetical event that Mr Chan is prosecuted and is not able to discharge his duties as an Executive Director, the Board will assess the needs of the Group accordingly based on the prevailing circumstances and act in the best interests of the Group.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company. Shareholders of the Company and potential investors are advised to read all further announcements by the Company carefully and to consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

By Order of the Board

Tan Kok Huat
Executive Director and CEO
15 February 2023

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (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 announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Audrey Mok (Telephone no.: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.