

OUHUA ENERGY HOLDINGS LIMITED

(Incorporated in Bermuda with Registration Number 37791)

RESPONSES TO SGX-ST QUERIES REGARDING THE COMPANY'S ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

The Board of Directors (the "Board") of Ouhua Energy Holdings Limited (the "Company", and together with its subsidiaries, the "Group") refers to the queries raised by Singapore Exchange Securities Trading Limited (the "SGX-ST") on 16 April 2025 in relation to the Company's annual report for the financial year ended 31 December 2024 ("FY2024") (the "Annual Report"). The Company's responses to the queries are as follows:

1. SGX-ST Query

Listing Rule 1207(10C) requires the Audit Committee's comments on whether the internal audit function is independent, effective and adequately resourced. Please also provide information on whether the head of the internal audit function team has the relevant experience and qualifications. Where the internal audit function is outsourced, please provide information about the relevant experience of the accounting firm and the engagement team.

Company's Response

The Company has explained in pages 29 and 30 of its FY2024 Annual Report that:

"(i) The Board recognises the importance of maintaining a system of internal controls to safeguard the shareholders' investments and the Company's assets. The objective of the internal audit function is to provide an independent review of the effectiveness of the Group's internal controls and provide reasonable assurance to the AC and the management that the Group's risk management, controls and governance processes are adequate and effective.

(ii) The Company has appointed internal auditors to perform the review and test of controls of the Group's processes including the review of interested person transactions. The Standards for the Professional Practice of Internal Auditing set by the Institute of Internal Auditors are used as a reference and guide by the Company's internal auditors.

(iii) The AC annually reviews the adequacy of the internal auditors to ensure that the internal audits are performed effectively. The AC is satisfied that the internal auditors are staffed by qualified and experienced personnel.

(iv) The internal auditors report directly to the Chairman of the AC, and meets with the AC at least twice a year for internal audit planning and reporting. The internal auditors have unfettered access to all the Company's documents, records, properties and personnel, including the AC, and has appropriate standing within the Company.

(v) The AC reviews and approves the annual internal audit plans and reviews the scope and results of the internal audit performed by the internal auditors at least twice a year to ensure that there is sufficient coverage of the Group's activities. It also oversees the implementation of the internal audit plan and ensures that Management provides the necessary co-operation to enable the internal auditors to perform its function."

The internal audit function is performed in-house and is led by Mr. Lin Zhuoxu, to whom the team reports directly to the Audit Committee. Mr. Lin brings over 20 years of experience in

internal audit, having worked with large corporations in China's logistics and energy sectors prior to joining the Group in 2017. Mr. Lin majored in Financial Management and graduated from Jiaying College with a Bachelor of Management and possesses the following qualifications: Intermediate Audit Certificate, Finance and Investment Association. His team has an average of 12 years of experience in internal audit. They have efficiently executed more than 40 audit projects, with a risk identification rate of more than 95% in the past three years.

2. SGX-ST Query

Listing Rule 1207(9)(e) requires the disclosure in the annual report, of the percentage of shareholding held in the hands of the public as well as a confirmation that Listing Rule 723 has been complied with. In this regard, please state the percentage of shareholding held in the hands of the public as 27 March 2025, as well as confirm whether at least 10% of the total number of issued shares (excluding treasury shares), is at all times held by the public.

Company's Response

Based on the information provided to the Company as at 27 March 2025, approximately 33.2% issued ordinary shares of the Company was held by the public. Accordingly, Rule 723 of the Listing Manual of the Singapore Exchange Securities Trading Limited has been complied with.

By Order of the Board

Liang Guo Zhan
Executive Chairman
21 April 2025