



Ref: REG/LC/LC/RO

11 May 2021

Hu An Cable Holdings Ltd.
31 Bukit Batok Crescent
#01-10 the Splendour
658070
Singapore

PRIVATE & CONFIDENTIAL

Attn: The Board of Directors

Dear Sirs

HU AN CABLE HOLDINGS LTD. (THE “COMPANY”)

NOTICE OF COMPLIANCE: REQUIREMENT TO PERFORM QUARTERLY REPORTING (“QR”) OF UNAUDITED FINANCIAL STATEMENTS

1. Singapore Exchange Regulation (“**SGX RegCo**” or the “**Exchange**”) refers to:
 - (a) SGX RegCo’s announcement dated 9 January 2020 titled “*SGX RegCo adopts risk-based approach to quarterly reporting, mandates more robust disclosures on matters of high impact*”; and
 - (b) SGXNet announcement dated 6 May 2021 (Announcement Reference No: SG210506OTHRVJV) on the *Final Notice from SGX-ST - Requirement to comply with Listing Rules* (the “**Final Notice**”).

Background

2. On 9 January 2020, SGX RegCo announced the removal of the market capitalisation threshold as a basis for quarterly reporting (“**QR**”) of financial results. The amended rule 705(2) (the “**Amended Rule 705(2)**”) took effect from 7 February 2020. Instead, SGX RegCo will take a risk-based approach and will require companies to do QR if (a) auditors have issued a qualified opinion, disclaimer of opinion or adverse opinion (collectively, “**modified opinions**”) or (b) companies that have a material uncertainty relating to going concern as highlighted by their auditors, both based on the latest audited financial statements. In addition, SGX RegCo can also exercise our administrative powers to require QR for companies where we have regulatory concerns.

Singapore Exchange Regulation Pte. Ltd.
Company Reg No. 201709600D
(A wholly-owned subsidiary of Singapore Exchange Limited)

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3. The Company has not to-date announced its financial statements for FY2016, FY2017, FY2018, FY2019 and FY2020. QR will provide for timely disclosure to shareholders of the Company's financial information and state of affairs.

Exchange's Directive: Requirement to Perform Quarterly Reporting

4. The Company is required to perform QR on an ongoing basis from 11 May 2021. This arises from the Disclaimer of Opinion issued by your statutory auditor in your latest audited financial statements.
5. In addition, for the purposes of ensuring that the market is fair, orderly and transparent, and in view of the regulatory concerns set out above, pursuant to Mainboard Rule 1405(1)(b), SGX RegCo requires the Company to continue to do QR in accordance with the requirements set out in the Amended Rule 705(2) on an ongoing basis. The grace period extended under amended Rule 705(2A) is not applicable to your company. For the avoidance of doubt, the Company will report the next set of quarterly financial statements for Q2 period from Apr to Jun 2021 ("**QR Commencement Date**") by 14 August 2021.
6. The Company will need to perform QR until further notice from SGX RegCo.
7. In the announcement of your quarterly results, please include a statement on the cover page that the QR announcement is mandatory, made pursuant to the Exchange's requirements, as required under Listing Rule 705(2C).
8. Companies with modified opinions that are subject to QR will need to provide: (a) updates on efforts taken to resolve each outstanding audit issue; and (b) confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed. This will not be required for any audit issue that relates to going concern.
9. Please announce the Exchange's directive to the Company and the QR Commencement Date through SGXNet immediately.
10. Pursuant to Mainboard Rule 1405(4), failure to comply with the requirements in this notification shall be deemed as a contravention of the Listing Rules.
11. Please note that SGX RegCo reserves the right to take disciplinary action against the Company and / or Relevant Persons for breaches of the Listing Rules, including any failure to comply with the requirements imposed by the Exchange.

Yours faithfully

A handwritten signature in black ink, appearing to read "June Sim", with a checkmark at the end.

June Sim
Senior Vice President
Head, Listing Compliance
Singapore Exchange Regulation