

RENAISSANCE UNITED LIMITED

(Company Registration No. 199202747M)
Incorporated in Singapore

QUARTERLY UPDATE UNDER RULE 1314(2) OF THE LISTING MANUAL

INTRODUCTION

The Singapore Exchange (SGX-ST) placed Renaissance United Limited (the "Company") on the minimum trading price Watch-List under Rule 1314(2) of the Listing Manual with effect from 5 June 2017. Accordingly, the Company must meet the requirements under Listing Rule 1314(2) within 36 months from 5 June 2017, failing which SGX-ST would delist the Company or suspend trading in the Company's shares. Listing Rule 1314(2) states that SGX-ST will assess the Company for removal from the Watch-List if it records a volume-weighted average price of at least S\$0.20 and an average daily market capitalisation of S\$40 million or more over the prior six months.

Rule 1313(2) of the Listing Manual requires the Company to provide quarterly updates on its efforts and the progress made in meeting the exit criteria of the watch-List, including where applicable, its financial situation, its future direction, or other material developments that may have a significant impact on its financial position.

This announcement is the quarterly update by the Company of its efforts to put itself in a position to apply to the SGX-ST for removal from the Watchlist.

The Company is an investment holding company with a portfolio of businesses and investments with growth potential that it hopes can deliver consistent profits and positive cash flow.

The Company's core businesses are those operated by its three principal operating subsidiaries as follows:

1. Hubei Zonglianhuan Energy Investment Management Inc., focusing on natural gas distribution in the Peoples' Republic of China;
2. Capri Investments L.L.C., engaged in real estate development in the State of Washington, USA;
3. ESA Electronics Pte Ltd, based in Singapore, and engaged in the electronics sector.

3QFY20 UNAUDITED FINANCIAL PERFORMANCE AND FINANCIAL POSITION

The Company released its unaudited financial results on 15 May 2020, 60 days later than per SGX listing rules owing to restrictions imposed by the Chinese Government to contain the COVID-19 virus and subsequent disruptions to the Company's China operations. For further information on the application for extension to release the third quarter results please see the Company's announcement of 2 March 2020. For an update on the Group's financial performance and position, please go to the SGX-ST's website and the Company's website for the financial results released and uploaded on the said day.

FUTURE DIRECTION

The Company is facing extremely challenging circumstances brought about by global government measures to contain the spread of the COVID-19 virus. As announced on 13 April 2020 the Company's China operations have begun to normalise. ESA Electronics continues to operate as an Essential Service under the applicable laws, including the provisions of the Infectious Diseases Act and any regulations promulgated thereunder, Part 7 of the COVID-19 (Temporary Measures) Act 2020 and the COVID-19 (Temporary Measures)(Control Order) Regulations 2020. The Construction industry was subject to early restrictions in Washington State, however Governor Inslee in late April allowed "low-risk" construction to recommence.

As announced on 11 May 2020, the Singapore Exchange Regulation (SGX RegCo) is removing the minimum trading price (MTP) rule for Mainboard issuers with effect from 1 June 2020. Mainboard companies will no longer need to satisfy the exit criteria and apply for removal from the MTP watch-list. Accordingly, the Company will no longer need to meet the MTP criteria or apply to be removed from the MTP watch-list from 1 June 2020.

For further information see link.
<https://www.sgx.com/media-centre/20200511-sgx-regco-removes-minimum-trading-price-rule-while-enhancing-other-anti>

The Company bases its outlook on reasonable assumptions made, using available information concerning the Company's present and future business strategies and the environment in which the Group will operate. These views necessarily involve risks, uncertainties and assumptions. Actual performance can differ materially from the Company's outlook. Shareholders are advised to trade with caution if they intend to acquire or dispose of their shares.

By Order of the Board

Allan Tan
Company Secretary
15 May 2020