

CHARISMA ENERGY SERVICES LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199706776D)

MONTHLY UPDATE

Unless otherwise defined, all capitalised terms used in this announcement which are not defined herein shall have the same meanings ascribed to them in the previous monthly update announcements by Charisma Energy Services Limited (the “Company”) dated 18 January 2023, 28 December 2023 and 16 January 2024 (the “Previous Announcements”).

1. INTRODUCTION

The Board of Directors (the “**Directors**” or the “**Board**”) of the Company and together with its subsidiaries (the “**Group**”), refers to the Previous Announcements. Save for the matters already announced, the Board would like to provide the following updates on the matters below as of the date of this announcement:

- (a) In relation to the China photovoltaic power plant (“**PRC Solar**”), the Group had fulfilled its quarterly instalment payment on the loan principal amount and interest to date, which is partially funded by from a loan from the minority shareholder. The Group remains in talks with a potential buyer for PRC Solar as part of the Company’s divestment strategy. The Company is currently working towards the finalisation of a sale and purchase agreement for the sale of its Chinese subsidiary which owns PRC Solar (the “**SPA**”) and hopes to finalise the execution of the SPA by early March 2024. With the execution of the SPA, the detailed timeline and proposal to extend the long stop date of the New CSA on 31 March 2024 will be discussed with the Subscriber accordingly. As and when there are material developments, the Company will provide updates of the above matter through SGXNet, including the convening of a general meeting of the Company to seek the approval of its shareholders in relation to the SPA, should the obligation arise under the Catalist Rules;
- (b) In relation to the Sri Lanka mini hydro power plants operations, the plants continue to operate smoothly and are able to generate a positive operating cashflow. With the collection efforts made in July 2023 till to-date, the Group’s current outstanding receivables from its customer now stands at approximately US\$2.0 million, reduced from US\$4.7 million as at June 2023;
- (c) The assignment of the rights and securities under the hydro loan from OCBC to Cosmic Marvel International Limited, a wholly owned subsidiary of the Subscriber, has been completed. With the completion of the OCBC Loan Purchase, the Company is working with the Subscriber to enter into a loan agreement on the terms and conditions as agreed in the Term Sheet (which was entered into between the Company and the Subscriber together with the New CSA). The hydro loan remains in default and regularising it is part of the Group’s restructuring plan that the Company is working on;
- (d) Following the above, the loan has been assigned to the Subscriber. As such the Company is seeking approval from the Subscriber for operational expenses on a monthly basis as these need to be funded from the cashflows generated from the Sri Lanka mini hydro power plants operations. Due to the transition in secured lender and the Subscriber’s review of the progress of the restructuring, there are some payment delays to service providers. The Company is working with the Subscriber to catch up on the Company’s payment arrears; and

- (e) The Company continues to work with the relevant parties towards the trading resumption of its securities on the Catalist Board of the Singapore Exchange. The Company will make further announcements to update shareholders when there are material developments.

2. GOING CONCERN

As previously announced by the Company, failing to complete the New CSA with the Subscriber by the long stop date, coupled with the depletion of the unencumbered cash to sustain the Group's operations, the Company may have no means to continue as a going concern.

3. FURTHER ANNOUNCEMENTS

In accordance with Catalist Rule 704(22), the Company will continue to update its shareholders via SGXNet regarding, *inter alia*, the financial situation of the Group. The Company will make further announcements as and when there are material developments.

4. CAUTIONARY STATEMENT

Notwithstanding that the trading of the Company's shares is suspended, shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company. Shareholders and potential investors who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Tan Ser Ko
Chief Executive Officer
29 February 2024

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (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 document, including the correctness of any of the statements or opinions made or reports contained in this document.*

The contact person for the Sponsor is Mr Shervyn Essex, 16 Collyer Quay, #10-00 Collyer Quay Center, Singapore 049318, sponsorship@ppcf.com.sg.