BM MOBILITY LTD.
(Company Registration No. 200800853Z)
(Incorporated in Singapore)

RESPONSE TO QUERIES FROM SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ON THE FINANCIAL RESULTS ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2018

The Board of Directors (the "**Board**") of BM Mobility Ltd. (the "**Company**", and together with its subsidiaries, collectively the "**Group**") refers to the Results Announcement released on 9 May 2018 ("**Results Announcement**"). The Board would like to respond to the following queries raised by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 31 May 2018 (each, a "**SGX Query**") as follows:

SGX Query:

a. It was disclosed that "goodwill" and "intangible asset" amounted to RMB 3,303,000 and RMB 9,264,000 respectively.

   i. Please disclose what "goodwill" and "intangible asset" relates to.

   ii. Please provide a breakdown of costs included in intangible assets and explain the material items.

   iii. Please provide the rationale for incurring the significant increase in intangible asset of RMB 9,264,000.

Company's Response to SGX Query:

Pursuant to FRS 103 issued by the Accounting Standards Council of Singapore, goodwill represents the future economic benefits arising from other assets acquired in a business combination that are not individually identified and separately recognised. In Q1 FY2018, the goodwill relates to goodwill that arose from the acquisition of 65% of Estar Investments Pte Ltd.

The intangible asset relates to RMB 9.3 million of intellectual property rights of the non-patented technology of Beijing E-star Electric Technology Co. Ltd. based on the valuation report dated 26 April 2016. The recognition principle of FRS 103 was applied to recognise the said intangible asset in the Group's financial statements.

SGX Query:

b. As regards the "trade and other receivables" which were disclosed to be RMB 12,544,000 (unaudited – 31 March 2018) and RMB 12,825,000 (audited – 31 December 2017) – Please provide a breakdown of the amount as well as its aging schedule.

Company's Response to SGX Query:

Trade Receivable Aging
RMB'000

1 to 3 Mths	4 to 6 Mths	7 to 12 Mths	> 12 Mths
-	10	13,284	60,023

科目名稱	期末借方餘額
[01.0002]晋江旭龙织造有限公司	401,134.00

[01.0009]石狮市豪德盛实业有限公司	284,545.00
[01.0010]晋江市升泰纺织有限公司	716,644.00
[01.0015]厦门和昌源针织有限公司	139,872.00
[01.0016]福建省漳平颍川轻工有限公司	170,850.00
[01.0019]泉州远辉经编有限公司	232,306.00
[01.3020]中山市鑫昌纺织品有限公司	145,242.00
[01.3025]长乐鑫荣纺织有限公司	212,351.00
[01.3026]厦门嘉裕盛针纺有限公司	37,650.00
[01.3027]福建省晶发针织品有限公司	47,648.00
[01.3031]瑞安市华冠经编厂	112,587.00
[02.0001]泉州天贸轻纺有限公司	10,017.00
[02.0007]宏玮协志（中国）有限公司	98,590.00
[02.0015]益轩（泉州）轻工有限公司	80,000.00
[02.0036]福建华诚鞋业有限公司	129,615.00
[02.0037]福建省泉州成达鞋业有限公司	12,093.00
[02.0052]福建泉州金达信鞋业有限公司	35,910.00
[02.0055]福建鸿星沃登卡集团有限公司	60,000.00
[02.0078]泉州宝马鞋业有限公司	16,391.00
[02.0081]泉州市铭诚体育用品有限公司	32,137.00
[02.0089]泉州市永高体育用品有限公司	50,000.00
[02.0211]邦威（福建）体育用品发展有限公司	79,605.00
[02.0227]晋江市池店镇奇踏王鞋业有限公司	27,752.00
[02.0233]晋江市达源体育用品有限公司	33,263.00
[02.0243]福建省顺泰盛鞋业有限公司	16,597.00
[02.0258]泉州市步克鞋业有限公司	20,178.00
[02.1003]爱乐体育用品（福建）有限公司	78,927.00
[02.1008]晋江市南方信亿鞋材贸易有限公司	550,559.00
[02.1014]福建鼎丰鞋业有限公司	60,000.00
[02.1026]泉州市威驰体育用品有限公司	301,096.00
[02.1032]泉州彬威鞋业有限公司	10,977.00
[02.1034]鑫威(福建)轻工有限公司	442,785.00
[02.1039]福建晋江市华泰鞋塑有限公司	220,010.00
[02.1051]福建佳宝鞋业有限公司	64,844.00
[02.1055]得利（福建）轻工有限公司	61,208.00
[02.1088]晋江市猛龙鞋塑有限公司	20,000.00
[02.1093]晋江市精益体育用品有限公司	45,000.00
[02.1105]泉州鑫泰鞋材有限公司	290,769.00
[02.1118]晋江新汇福鞋服实业有限公司	20,000.00
[02.1132]元丰（泉州）纺织有限公司	231,393.00
[02.1135]晋江伟利达鞋业有限公司	22,686.00

[02.1158]威泰克(福建)体育用品有限公司	136,480.00
[02.1160]晋江市金鼠王鞋业有限公司	27,681.00
[02.1179]晋江惠凯鞋业有限公司	10,000.00
[02.1199]泉州奥得赛鞋塑有限公司	208,260.00
[02.1202]晋江陈埭达亿鞋材商行	100,000.00
[02.1209]福建省腾达体育用品有限公司	238,841.00
[02.1211]福建省晋江侨丰鞋服有限公司	30,000.00
[02.1213]福建省晋江市陈埭洋埭信立鞋业有限公司	18,240.00
[02.1243]福建晋江市恒驰鞋塑有限公司	283,200.00
[02.1245]福建省晋江市池店赤塘足利达橡塑制品厂	88,326.00
[02.1254]诚安（福建）鞋业有限公司	50,000.00
[02.1256]福建省晋江市洋埭阿叟达鞋塑有限公司	20,000.00
[02.1261]福建省晋江市陈埭溪边雄发鞋服有限公司	50,000.00
[02.1263]新华宝（福建）体育用品有限公司	50,000.00
[02.1265]泉州奥佳鞋业有限公司	72,000.00
[02.1286]晋江市大黄蜂体育用品有限公司	69,479.00
[02.1289]福建省凯峰体育用品有限公司	67,161.00
[02.1308]晋江振兴鞋塑有限公司	30,000.00
[02.1309]晋江荣庆鞋业有限公司	50,000.00
[02.1314]福建省飞克体育用品有限公司	81,120.00
[02.1317]晋江市翔诚鞋塑有限公司	140,000.00
[02.1358]福建美明达鞋业发展有限公司	308,704.00
[02.1362]晋江劲发鞋业有限公司	20,000.00
[02.1367]晋江市银河鞋服有限公司	100,000.00
[02.1369]福建省晋江荣恒鞋服有限公司	521,494.00
[02.1376]名志体育用品（中国）有限公司	102,363.00
[02.1382]福建省足友体育用品有限公司	616,700.00
[02.1384]金苹果（中国）有限公司	232,970.00
[02.1395]骆驼（福建）户外用品有限公司	1,042,431.00
[02.1398]灌篮少年(福建)体育用品有限公司	60,000.00
[02.1401]晋江福兴鞋塑有限公司	63,193.00
[02.1405]泉州福兴鞋塑有限公司	100,000.00
[02.1407]泉州市菲克体育用品有限公司	189,275.00
[02.1408]泉州市冠峰鞋业有限公司	126,932.00
[02.1411]福建省保诚体育用品有限公司	106,000.00
[02.1417]晋江市捷足鞋服有限公司	30,000.00
[02.1419]晋江友盛鞋塑有限公司	20,091.00

SGX Query:

c. It was disclosed that the Company posted a revenue of RMB 1,700,000 million from the Green Energy business – Please elaborate on the nature of the revenue generated from the Green Energy business.

Company's Response to SGX Query:

The RMB 1.7 million revenue from the Green Energy business was generated from vehicle sharing, electric charging, and sale of electric motorcycles.

SGX Query:

d. It was disclosed that one of the components of the administrative expenses is professional fees. Please provide a breakdown for the professional fees and elaborate what were the professional fees for material items.

Company's Response to SGX Query:

The key increase in administrative fees is mainly due to the audit and accounting fees in relation to the first time consolidation of Estar Investments Pte Ltd and its subsidiaries as part of the Group as well as engaging an approved valuer to conduct a purchase price allocation exercise. The said fees was approximately RMB 250 thousand. The other professional fess which contributed to the increase is the RMB 280 thousand for the legal fees incurred for the acquisition of Wanted Marketing Communications Sdn Bhd, the registration of the REVGO trademark and the preliminary consultation with our solicitors on the potential disposal of the raw materials business.

SGX Query:

e. It was disclosed in "Other Operating Expenses" that the RMB 1,400,000 is the recognition of the loss of deemed disposal of associate in accordance to IFRS3 when the Company increased its shares in Estar Investments Pte Ltd from 45% to 65%. Please elaborate.

Company's Response to SGX Query:

When the Company increased its shares in Estar Investments Pte Ltd from 45% to 65%, Estar Investments Pte Ltd is classified as a subsidiary rather than an associate. As such, in accordance with FRS3, FRS 27 and FRS 39, a loss of deemed disposal of associate of RMB 1,400,000 was recognised.

BY ORDER OF THE BOARD

Wilson Chua
General Manager for Finance and Admin
2 June 2018