

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 announcements by Charisma Energy Services Limited (the “**Company**”) dated 13 March 2020, 18 May 2020 and 17 June 2020 in relation to the updates on the going concern assessment, announcement dated 31 May 2020 on the release of the Company’s annual report for financial year ended 31 December 2019, announcement dated 10 June 2020 on the release of the Company’s first quarter results for the financial period ending 31 March 2020, announcement dated 14 August 2020 on the release of the Company’s second quarter results for the financial period ending 30 June 2020, announcement dated 13 November 2020 on the release of the Company’s third quarter results for the financial period ending 30 September 2020, announcements dated 21 August 2020, 28 August 2020, 15 September 2020, 20 November 2020 and 24 December 2020 in relation to the proposed disposal of shares in Rising Sun Energy Private Limited, the circular dated 15 September 2020 and the monthly update announcements dated 2 October 2020, 4 November 2020, 3 December 2020 and 5 January 2021 (collectively the “**Previous Announcements**”).*

The Board of Directors (the “**Directors**” or the “**Board**”) of the Company and together with its subsidiaries (the “**Group**”), refers to its Previous Announcements and would like to update the following since the previous monthly update announcement on 5 January 2021:

- 1) In relation to the completed disposal of all of the Company’s effective interest of 48.45% in the issued and paid-up share capital of Rising Sun Energy Private Limited, the Company remains committed to working towards satisfying all of the post-completion conditions in order to receive the remaining consideration of approximately US\$3.7 million.
- 2) In relation to the disposal of the accommodation module in Port Melville, both the buyer and the Group have finalised the terms of the extension to complete the transaction and the buyer continues to make payments in accordance with the progressive 12-month payment plan in lieu of the lump sum payment which was due in October 2020.

On 29 November 2016, the Company completed the allotment and issuance of 2,196,411,885 newly listed warrants (the “**2016 Warrants**”) of which the number of 2016 Warrants outstanding as at the date of this announcement stands at 2,040,335,705. The 2016 Warrants exercise period commenced on 29 November 2016 and will expire at 5.00 p.m. on the date immediately preceding 60 months from the date of the issue of the 2016 Warrants, being 5.00 p.m. of 28 November 2021 (the “**Expiry Date**”). The exercise price of the 2016 Warrants is S\$0.0020.

The 2016 Warrants which have not been exercised after the Expiry Date shall lapse and cease to be valid for any purpose. Due to the Trading Suspension (as defined below), the trading of the 2016 Warrants on SGX under the book-entry (scripless) settlement system remains suspended and would resume when the trading of the shares resumes.

On 17 June 2020, trading in the Company’s shares were suspended under Rule 1303(3)(c) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (the “**SGX**”) (the “**Catalist Rules**”) in view of the uncertainties for the Company to continue as going concern (the “**Trading Suspension**”).

In accordance with Catalist Rule 1304, the Company shall submit proposals through its sponsor to the SGX with a view to resuming trading in its securities (the “**Resumption Proposals**”) within 12 months of the date of suspension under Catalist Rule 1303(3)(c). However, the Company expects to require additional time to formalise the Resumption Proposals due to on-going discussions with the lenders and creditors and there has been no concrete developments. As such, the Company expects to finalise the Group’s restructuring plans closer to end of 2nd Quarter of 2021 and is currently considering an application to SGX for an extension of the deadline to submit the Resumption Proposals.

The Group, as of the date of this announcement:

- (i) continues to engage in discussion with the lenders and creditors to formalise their commitment to provide continued support to the Group. The Group's borrowings and debts which are repayable within one year or on demand amount to US\$41,800,000 (Secured) and US\$26,388,000 (Unsecured) as at 30 September 2020. Accordingly, where relevant, the Company endeavours to achieve a resolution to the outstanding borrowings and debts before 30 June 2021;
- (ii) had obtained the necessary qualification from the relevant authorities for two of the three mini hydro plants in Sri Lanka that have had their PPAs extended for another five years. The Group is following up on the payments for these two plants while continuing to work closely with the relevant authorities to qualify the Group for payments for remaining mini hydro plant; and
- (iii) continues to follow up on the government subsidies in relation to our China photovoltaic power plant. The Group has managed to extend the principal repayment by one year to December 2021 under the revised financial leasing arrangement in China.

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

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 Wee Sin
Company Secretary
3 March 2021

*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 Ms Ng Shi Qing, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.