



GREEN BUILD TECHNOLOGY

GREEN BUILD TECHNOLOGY LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No.: 200401338W)

RESPONSE ANNOUNCEMENT TO SGX-ST QUERIES

The Board of Directors (the “**Board**”) of Green Build Technology Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) would like to clarify the queries raised by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 29 June 2022 with reference to the Company’s announcement of 15 June 2022 titled “Disclaimer of opinion by the independent auditor’s on the audited financial statements for the financial year ended 31 December 2021” (the “**Announcement**”). The queries from the SGX-ST and the Company’s responses are as follows:

We refer to the announcement issued by the Company on 15 June 2022 entitled "Disclaimer of opinion by the independent auditor's on the audited financial statements for the financial year ended 31 December 2021". Please disclose the following:-

- (a) the Board of Directors’ assessment of the Group’s ability to continue operating as a going concern and the bases for the said assessment;**
- (b) the Board of Directors’ opinion as to whether trading of the Company’s shares should be suspended pursuant to Listing Rule 1303(3); and**
- (c) the Board of Directors’ confirmation as to whether sufficient information has been disclosed to enable trading of the Company’s shares to continue in an orderly manner; and the bases for its views.**

Company’s Response:

- (a) With reference to Notes 3 and 26 to the financial statements for the financial year ended 31 December 2021, the Board is of the opinion that the Company and the Group are able to continue as a going concern. The basis of the Board’s opinion is as follows:**
 - (i) certain related parties (entities in which the substantial shareholder and former director, Mr Zhao Lizhi, has substantial financial interests) have agreed to unconditionally provide continuous financial assistance to the Group and the Company to enable the Group and the Company to meet their obligations and to carry on their business for a period of not less than fifteen months from 10 November 2021.**
 - (ii) as disclosed in Note 26, the Group has been and will be monitoring closely with the government agency of the People’s Republic of China (“**PRC**”) on the collections pursuant to service concession agreements. The Board is confident that the Group will be able to collect on the service concession agreements notwithstanding the delay in the cost finalisation process as these delays were mainly due to the COVID-19 situation in the PRC.**
 - (iii) the cash flow projection for the 17-month period from 31 December 2021 (the reporting date) that has been prepared and approved by management confirms that the Group and the Company are able to meet their debts and obligations during the said 17-month forecast period. The key assumptions for the said 17-month cash flow projection are as follows:**

Projected cash inflows:

- (1) Expected future cash flows to be received pursuant to service concession agreements from government agency of the PRC in relation to phase one of the underground utility tunnel project and insulation project; and
- (2) Expected proceeds from sale of completed part of the phase two of the underground utility tunnel project.

Projected cash outflows:

- (3) Expected principal and interest payments for the borrowings;
 - (4) Expected payments of key trade and other payables; and
 - (5) Expected payments of operating expenses and maintenance costs.
- (iv) there are existing extension of time arrangements in place for the repayment of the principal loan amount and interest payments by the Group to Harbin Bank in relation to an existing borrowing facility, of which the Group has obtained a revised repayment plan setting out the agreed arrangements.
- (v) the Group has obtained letters of intent from various investors to provide loans to the Group of up to S\$2,000,000. The Group intends to formalise the loans by this month.
- (b) In view of the Board's response to query (a) above, the Board is of the considered opinion that the trading in the Company's shares should not be suspended pursuant to Rule 1303(3).
- (c) The Board is of the view that sufficient information has been disclosed to enable trading of the Company's shares to continue in an orderly manner. The Board is not aware of any material information that requires disclosure but remains undisclosed as of the date of this announcement. The Company will update shareholders as and when there are any material developments which require the necessary disclosure under the Listing Manual of the SGX-ST.

By Order of the Board

Chan Mang Ghoon
Chief Financial Officer and Executive Director
1 July 2022