
QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

The Board of Directors (the “**Board**”) of Raffles Infrastructure Holdings Limited (the “**Company**”, together with its subsidiaries, referred to as the “**Group**”) refers to the quarterly update requirement pursuant to rule 1313(2) of the listing manual and is hereby pleased to update the following business matters to the shareholders.

Update on Financial Situation

In consideration of the economic turmoil in the whole of FY2021, the Group has achieved a revenue of RMB25.2 million and net profit of RMB3.9 million, which was lower compared to the previous Y-O-Y levels. For 1QFY2022, the Group did not recognise revenue as pending for the client’s review and approval for the completed road parcels. On a more positive note, the committed project value of RMB550 million remains intact, the actual revenue recognition will grow in tandem with the milestone achievements. To date, the Project milestones for each road parcel have been closely monitored, assessed and met in an orderly manner. The Company wishes to clarify that no default on milestones have occurred as of today.

The group continually reported a total net asset of RMB214 million (S\$45 million) as at financial year ended 30 June 2021 and RMB215 million (S\$45 million) as at financial period ended 30 September 2021 as compared to the prior financial year of RMB209 million (S\$44 million). This certainly shows that the group is highly liquid as well as the value of the Group is much higher than its market valuation.

Update on Business Developments and Future Direction

Over the years, the Group is principally engaged in infrastructure investments and developments in Asia. Since 2017, the Group is mainly engaged in infrastructure investments and projects in Asia via Public-Private Partnership (PPP) which is a project model for public infrastructure projects jointly owned by the local government and private partners.

As part of the Group’s efforts to focus on the business development in Asia, the Group has gained an opportunity with Yayuan Limited, an investment company with portfolios aimed in Fast Moving Consumer Goods or FMCG, Medical, Property and Fintech sectors. the Company, with Yayuan Limited, went into a subscription agreement on 15 September 2021 for a proposed allotment of 10,000,000 new shares at the price of S\$0.20 for each new share, amounting to an aggregate issue price of S\$2,000,000. The approval of transaction has been submitted to the SGX, pending further clarifications. The Directors are of the view that the Subscription is beneficial to the Group as this represents the Company’s commitment in pursuing new revenue stream(s) in the medical and/or digital technology infrastructure sectors.

Increasingly, the Company, through its business network established over the years, has attracted a lot of interests from potential investors and project partners - all in an extremely positive view of the Company’s focus on bringing the business to another level from the current road infrastructure project through new collaborations on projects involving real estate, medical and digital infrastructure.

Under the current challenging global business outlook, the Company has adopted cost measures to reduce cost and conserve cash as it continues to explore investment opportunities to grow its business together with our deep sector expertise in investments across the Group’s key target sectors.

At the same time, the Company wishes to notify all its shareholders and business partners that the Group’s business continues as usual, and trading in its securities will also continue in the ordinary course, unless a trading halt or suspension is effected in accordance with the Listing Rules.

By Order of the Board

Eric Choo Han Kiat

Executive Director and Chief Executive Officer

12 November 2021