

SHANGHAI TURBO ENTERPRISES LTD.

(Company Registration No.: CT-151624)
Incorporated in the Cayman Islands

RESPONSE TO SGX QUERIES ON AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2019

The Board of Directors (the “Board”) of Shanghai Turbo Enterprises Ltd. (the “Company”) wishes to announce the following in response to the queries raised by Singapore Exchange Securities Trading Limited (“SGX”) on the Company’s audited financial results for the year ended 31 December 2019 (“FY2019”) :

On the material uncertainty related to going concern, please provide:-

- 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 all material disclosures have been provided for trading of the Company’s shares to continue in an orderly manner; and the bases for its views.

Response:

- a) With the successful rollover of its RMB6 million loan and borrowing facilities affirming the continuous support by its bank, the Group is able to maintain and work on improving its liquidity position for the continuing operational existence of its subsidiary, Changzhou 3D Technological Complete Set Co., Ltd. The Group has addressed the immediate issue described in the going concern comments given by our auditor.
- b) The Board of Directors pursuant to Listing Rule 1303 (3) believes that the Company’s shares should not be suspended as it has resolved the RMB6 million loan repayment demand and obtains continuous support from its bank, addressing a key issue in its going concern comments expressed by its auditor.
- c) The Board of Directors confirms that all material disclosures have been provided for trading of the Company’s shares to continue in an orderly manner, based on its timely disclosures in quarterly financial result disclosures, 2019 Annual Report and SGXNet disclosures, including legal cases updates and key management and Board renewal changes supplemented by SGX RegCo disclosures.

**BY ORDER OF THE BOARD
SHANGHAI TURBO ENTERPRISES LTD.**

Huang Wooi Teik
Non-Executive Chairman & Lead Independent Director
20 June 2020