REENOVA INVESTMENT HOLDING LIMITED

(Incorporated in the Republic of Singapore | Company Reg. No.: 200104762G)

SGX Stock Code: **5EC**

ISSUE OF 2.0% CONVERTIBLE REDEEMABLE BONDS DUE 2020 WITH AN AGGREGATE PRINCIPAL AMOUNT OF UP TO S$35,000,000
- ISSUE OF 533,333,333 CONVERSION SHARES
- SUBSCRIPTION OF FIRST SUB-TRANCHE OF TRANCHE 4 BONDS

Unless otherwise defined all capitalised terms shall have the definitions given in the Company's announcements dated 18 November 2014, 22 January 2015 and 20 August 2018 and the Company's Circular to Shareholders dated 24 August 2015.

The Board of Directors (the "**Board**") of Reenova Investment Holding Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that following the subscription of the fourth sub-tranche and fifth sub-tranche of Tranche 3 Bonds which amounted to S$1,000,000 each sub-tranche by the Subscriber on 18 November 2019 and 12 February 2020 respectively, the Subscriber has on 3 September 2020 exercised its rights to convert thirty two (32) Bonds (Certificate No. 269 to 300) in respect of the fourth sub-tranche and fifth sub-tranche of Tranche 3 Bonds. The Bonds, with an aggregate principal value of S$1,600,000 were converted into 533,333,333 Conversion Shares at the Floor Conversion Price of S$0.0030 for each Conversion Share on 3 September 2020. An aggregate amount of S$1,000,000 of the fifth sub-tranche of the Tranche 3 Bonds has been fully converted as of 3 September 2020.

The Actual Floating Conversion Price computed was lower than the Floor Conversion Price of S$0.0030 per share after taking into account 85% of the average of the traded volume weighted average prices per share ("**VWAP**") for any three (3) consecutive Trading Days as selected by the Subscriber during the 30 Trading Days immediately preceding the Closing Date of the first sub-tranche of Tranche 3 Bonds. The three (3) consecutive VWAP selected were as follows (subject to the Floor Conversion Price of S$0.0030 per share):

	Date	VWAP
X	20 June 2018	S$0.0030
Y	21 June 2018	S$0.0030
Z	22 June 2018	S$0.0030

Actual Floating Conversion Price = ((X+Y+Z)/3) x0.85 = S$0.00255 per share, which was lower than the Floor Conversion Price of S$0.0030 per share.

As such, the Conversion Price to be used for the conversion of Tranche 3 Bonds shall be equal to the Floor Conversion Price of S$0.0030 per Conversion share.

Accordingly, the Company has issued and allotted 533,333,333 Conversion Shares to the Subscriber on 3 September 2020 and the total number of issued and paid-up shares of the Company has increased from 4,898,580,876 shares to 5,431,914,209 shares.

Upon the full conversion of the Tranche 3 Bonds, the Company exercised its option to require the Subscriber to subscribe for the Tranche 4 Bonds on 3 September 2020 in accordance with the terms and conditions of the Subscription Agreement dated 18 November 2014 (as subsequently amended, modified and/or supplemented by the supplemental agreements dated 22 January 2015 and 20 August 2018). Accordingly, the Subscriber has, on the same day, subscribed for the first sub-tranche of Tranche 4 Bonds amounting to S$1,000,000.

On behalf of the Board
Reenova Investment Holding Limited

Chen Tong
Executive Chairman

3 September 2020