

SINOSTAR PEC HOLDINGS LIMITED
(Company Registration Number: 200609833N)
(Incorporated in Singapore on 5 July 2006)

**RESPONSE TO THE SGX-ST'S QUERIES ON THE COMPANY'S ANNOUNCEMENT
DATED 13 AUGUST 2024 IN RELATION TO ITS SECOND QUARTER AND HALF YEARLY
RESULTS**

The Board of Directors (the "**Board**" or the "**Directors**") of Sinostar PEC Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the queries raised by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 20 August 2024 in respect of the Company's announcement dated 13 August 2024 in relation to the Second Quarter and Half Yearly results of the Company and would like to set out its response to the SGX-ST's query as follows:

THE SGX-ST'S QUERY

1. Please provide an update on the Company's Rights Issue that was granted an approval-in-principle by the Exchange on 20 May 2024.

THE COMPANY'S RESPONSE

The Board refers to the Company's announcements dated 28 September 2023 and 20 May 2024 in relation to, inter alia, the proposed renounceable non-underwritten rights issue (the "**Rights Issue**") of up to 320,000,000 new ordinary shares in the capital of the Company (the "**Rights Shares**") at an issue price of S\$0.14 for each Rights Share, on the basis of one (1) Rights Share for every two (2) existing ordinary shares in the capital of the Company. *Unless otherwise defined, all capitalised terms used in this response shall bear the same meaning as ascribed to them in the Rights Issue Announcements.*

The Company refers to Paragraph 2(v) of the announcement made on 20 May 2024 in relation to the approval-in-principle received from the SGX-ST and would like to update that it is in process of preparing the relevant circular for the purpose of seeking independent shareholders' approval (where the Undertaking Shareholder, controlling shareholder of the Company and his associates will abstain from the voting) on the Rights Issue at an extraordinary general meeting ("**EGM**") to be held. In that connection, the Company targets to hold the EGM by November 2024. The Company will release announcements as and when there are significant updates regarding the Rights Issue.

BY ORDER OF THE BOARD

Li Xiangping
Executive Chairman and CEO
22 August 2024