



REENOVA INVESTMENT HOLDING LIMITED

(formerly known as ISR Capital Limited)

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

SGX Stock Code: 5EC

RESPONSE TO SGX QUERIES

The Board of Directors (the “**Board**”) of Reenova Investment Holding Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to provide the following additional information in response to the queries raised by Singapore Exchange Securities Trading Limited (“**SGX-ST**”) in their email dated 30 June 2020 in relation to the Company's announcement on 25 June 2020.

Query by SGX-ST:

1. We refer to the Company's response to SGX-ST Query no. 4 announced on 25 June 2020 relating to the omission by Mr [Joseph] Kwok Wei Woon to disclose the investigations announced by Asia Fashion on 13 June 2018 where Mr Joseph Kwok Wei Woon was a Director. The disclosure of this information was required pursuant to Appendix 7.4.1. In response, Mr Joseph Kwok Wei Woon stated his view of the appointment of the Ernst & Young Independent Review at Asia Fashion "that such an appointment was to conduct an independent review into its cashflow position, and was not an investigation into a breach of any law or regulatory requirement that relates to the security industry in Singapore or elsewhere". Mr Kwok Wei Woon further responded that "there was no report from the independent professional stating that Asia Fashion Holdings Limited had breached or potentially breached any law or regulatory requirement that relates to the securities industry in Singapore or elsewhere". Please address the following matters:
 - a. In the announcement by Asia Fashion on 13 June 2018, it was disclosed that “the Company, together with the SGX-ST, has appointed Ernst & Young Advisory Pte. Ltd. (“EY”) to conduct an independent review (the “Independent Review”): (a) into certain matters and/or transactions ...; and (b) to consider and identify any potentially questionable bank transactions for the period of 1 July 2014 to 9 May 2018 (the “Review Period”). Please disclose why Mr Joseph Kwok Wei Woon believes that this is not an investigation in spite of Ernst and Young being appointed to consider and identify potential questionable bank transactions;
 - b. As it was clearly stated in Asia Fashion's announcement that Ernst & Young would report also to SGX-ST, please explain why Mr Joseph Kwok Wei Woon was unaware that review was an investigation;
 - c. Please explain why Mr Joseph Kwok Wei Woon is of the view that the investigation requested by SGX-ST does not relate to the securities or futures industry in Singapore;
 - d. Mr Joseph Kwok Wei Woon disclosed that "there was no report from the independent

professional stating that Asia Fashion Holdings Limited had breached or potentially breached any law or regulatory requirement that relates to the securities industry in Singapore or elsewhere". In this respect, please disclose Mr Joseph Kwok's knowledge if the Board of Asia Fashion had cooperated with Ernst & Young, the Special Auditors to carry out the investigation. If so, please disclose the extent Asia Fashion cooperated with the investigation carried out by Ernst and Young and whether the investigation had commenced or been completed.

- e. Taking into account the matters in (a) to (d) above, please disclose the NC's views why Mr Joseph Kwok remains suitable to be appointed as the Lead Independent Director of the Company. Please provide a strong basis and substantiate the Nominating Committee's decision with details of his suitability noting the omission of material information relating to his background.

Responses to SGX-ST Queries 1(a) to 1(d)

With regards to queries 1(a) to 1(c), Mr Kwok has reconsidered his previous responses and has, accordingly, advised the Company to issue a corrigendum to the Company's Annual Report 2019 to correct his response to the question in paragraph (j)(iv) of Appendix 7.4.1 to the Listing Manual of the SGX-ST.

In relation to query 1(d), Mr Kwok understands that while Asia Fashion Holdings Limited announced the appointment of EY, no formal Letter of Appointment was issued by Asia Fashion Holdings Limited to EY and hence EY never did commence work.

Response to SGX-ST Query 1(e)

Mr Kwok Wei Woon has tendered his resignation as an Independent Non-Executive Director of the Company with effect from 1 July 2020 to focus on his other roles. As such, the Nominating Committee of the Company believes that any views or opinions on the suitability of Mr Kwok's appointment as the Lead Independent Director of the Company is no longer relevant.

On behalf of the Board

Reenova Investment Holding Limited

Chen Tong
Executive Chairman

1 July 2020