

**PROPNE X LIMITED**

(Company Registration Number: 201801373N)  
(Incorporated in the Republic of Singapore on 10 January 2018)

**NOTICE OF ANNUAL GENERAL MEETING**

**NOTICE IS HEREBY GIVEN** that the Annual General Meeting (the "AGM") of PropNex Limited (the "Company") will be held by way of electronic means on Friday, 26 June 2020 at 10.00 a.m. (Singapore time) to transact the following business:

**ORDINARY BUSINESS**

1.	To receive and adopt the Audited Financial Statements for the financial year ended 31 December 2019 and the Directors' Statement and Auditor's Report thereon.	<b>(Resolution 1)</b>
2.	To declare a final one-tier tax exempt dividend of 1.5 Singapore cents per ordinary share and a special one-tier tax exempt dividend of 0.75 Singapore cents per ordinary share for the year ended 31 December 2019.	<b>(Resolution 2)</b>
3.	To approve the Directors' Fees of up to S\$228,000 for the financial year ending 31 December 2020, payable half-yearly in arrears (2019: S\$228,000).	<b>(Resolution 3)</b>
4.	To re-elect the following Directors who are retiring by rotation pursuant to Regulation 117 of the Company's Constitution, and being eligible, offer themselves for re-election:	
	(a) Mohamed Ismail S/O Abdul Gafoore	<b>(Resolution 4)</b>
	(b) Low Wee Siong	<b>(Resolution 5)</b>
5.	To re-appoint Messrs KPMG LLP as Auditor of the Company and to authorise the Directors to fix its remuneration.	<b>(Resolution 6)</b>

**SPECIAL BUSINESS**

To consider and, if thought fit, to pass, the following as ordinary resolutions, with or without modifications:

6.	<p><b>Authority to Allot and Issue Shares</b></p> <p>That authority be and is hereby given to the Directors to:</p> <p>(a) (i) allot and issue shares in the capital of the Company ("Shares") whether by way of rights, bonus or otherwise; and/or</p> <p>(ii) make or grant offers, agreements or options (collectively, "Instruments") that might or would require Shares to be issued, including but not limited to the creation and issue of (as well as adjustments to) warrants, debentures or other instruments convertible into Shares,</p> <p>at any time and upon such terms and conditions and for such purposes and to such persons as the Directors may in their absolute discretion deem fit; and</p> <p>(b) (notwithstanding that the authority conferred by this Resolution may have ceased to be in force) issue Shares in pursuance of any Instruments made or granted by the Directors while this Resolution is in force,</p> <p>provided that:</p> <p>(1) the aggregate number of Shares to be issued pursuant to this Resolution (including Shares to be issued in pursuance of Instruments made or granted pursuant to this Resolution), shall not exceed 50% of the total number of issued Shares (excluding treasury shares and subsidiary holdings, if any) (as calculated in accordance with subparagraph (2) below), of which the aggregate number of Shares to be issued other than on a pro rata basis to shareholders of the Company (including Shares to be issued in pursuance of Instruments made or granted pursuant to this Resolution) shall not exceed 20% of the total number of issued Shares (excluding treasury shares and subsidiary holdings, if any) (as calculated in accordance with sub-paragraph (2) below);</p> <p>(2) (subject to such manner of calculation as may be prescribed by the Singapore Exchange Securities Trading Limited ("SGX-ST")) for the purpose of determining the aggregate number of Shares that may be issued under sub-paragraph (1) above, the total number of issued Shares (excluding treasury shares and subsidiary holdings, if any) shall be based on the total number of issued Shares (excluding treasury shares and subsidiary holdings, if any) at the time this Resolution is passed, after adjusting for:</p> <p>(i) new Shares arising from the conversion or exercise of any convertible securities;</p> <p>(ii) new shares arising from exercising share options or vesting of share awards, provided the share options or awards were granted in compliance with the Listing Manual of the SGX-ST; and</p> <p>(iii) any subsequent bonus issue or consolidation or sub-division of Shares,</p> <p>provided further that adjustments in accordance with sub-paragraphs (2)(i) and (ii) above are only to be made in respect of new Shares arising from convertible securities, share options and share awards which were issued and outstanding or subsisting at the time of the passing of this Resolution;</p> <p>(3) in this Resolution, "subsidiary holdings" shall have the meaning ascribed to it in the Listing Manual of the SGX-ST;</p> <p>(4) in exercising the authority conferred by this Resolution, the Company shall comply with the provisions of the Listing Manual of the SGX-ST for the time being in force (unless such compliance has been waived by the SGX-ST), all applicable requirements under the Companies Act (Chapter 50) and the Constitution of the Company for the time being; and</p> <p>(5) (unless revoked or varied by the Company in general meeting) the authority conferred by this Resolution shall continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is earlier.</p>	<b>(Resolution 7)</b>
7.	<p><b>Authority to allot and issue shares under the PropNex Employee Share Option Scheme</b></p> <p>That authority be and is hereby given to the Directors to offer and grant options ("Options") in accordance with the rules of the PropNex Employee Share Option Scheme ("Scheme"), and to allot and issue from time to time such number of ordinary shares as may be required to be issued pursuant to the exercise of Options granted by the Company under the Scheme, provided always that the aggregate number of ordinary shares to be allotted and issued pursuant to the Scheme, the PropNex Performance Share Plan and any other share based schemes (if applicable) shall not exceed 5% of the total number of issued Shares (excluding treasury shares and subsidiary holdings, if any) of the Company from time to time and that such authority shall, unless revoked or varied by the Company in a general meeting, continue in force until the conclusion of the Company's next Annual General Meeting or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is earlier.</p>	<b>(Resolution 8)</b>
8.	<p><b>Authority to allot and issue shares under the PropNex Performance Share Plan</b></p> <p>That authority be and is hereby given to the Directors to offer and grant awards ("Awards") in accordance with the provisions of the PropNex Performance Share Plan ("Plan"), and to allot and issue from time to time such number of ordinary shares as may be required to be issued pursuant to the vesting of the Awards granted under the Plan, provided always that the aggregate number of new ordinary shares to be allotted and issued pursuant to the Plan, the PropNex Employee Share Option Scheme and any other share based schemes (if applicable) shall not exceed 5% of the total number of issued Shares (excluding treasury shares and subsidiary holdings, if any) of the Company from time to time and that such authority shall, unless revoked or varied by the Company in a general meeting, continue in force until the conclusion of the Company's next Annual General Meeting or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is earlier.</p>	<b>(Resolution 9)</b>
9.	<p><b>Renewal of Share Purchase Mandate</b></p> <p>That:</p> <p>(a) authority be and is hereby given to the Directors, in accordance with Section 76C and 76E of the Companies Act of Singapore (the "Companies Act") and Part XIII of Chapter 8 of the Listing Manual of the SGX-ST, to purchase or otherwise acquire Shares ("Share Buy-Back Mandate") not exceeding in aggregate the Maximum Limit (as defined below), at such price or prices as may be determined by the Directors of the Company from time to time up to the Maximum Price (as defined below), whether by way of:</p> <p>(i) on-market purchases ("Market Purchase") transacted on the SGX-ST through the ready market through one or more duly licensed stockbrokers appointed by the Company for the purpose; and/or</p> <p>(ii) off-market purchases ("Off-Market Purchase") in accordance with any equal access scheme(s) as defined in Section 76C of the Companies Act as may be determined or formulated by the Directors as they may consider fit and in the best interests of the Company, which scheme(s) shall satisfy all the conditions prescribed by the Companies Act and the Listing Manual of the SGX-ST;</p> <p>and in accordance with all applicable laws, regulations and rules;</p> <p>(b) any Share purchased or acquired by the Company is deemed cancelled immediately on purchase or acquisition (and all rights and privileges attached to the Share will expire on such cancellation) unless such Share is held by the Company as a treasury share in accordance with the Companies Act;</p> <p>(c) unless varied or revoked by the Company in a general meeting, the authority conferred on the Directors of the Company pursuant to the proposed Share Buy-Back Mandate may be exercised by the Directors of the Company at any time and during the period commencing from the passing of this resolution and expiring on the earliest of:</p> <p>(i) the date on which the next annual general meeting of the Company is held or required by law to be held;</p> <p>(ii) the date on which the authority contained in the Share Buy-Back Mandate is varied or revoked by the Company in a general meeting;</p> <p>(iii) the date on which purchases and acquisitions of Shares pursuant to the Share Buy-Back Mandate are carried out to the full extent mandated; and</p> <p>(d) the Directors of the Company be and are hereby authorized to complete and do all such acts and things (including executing such documents as may be required) as they may consider expedient or necessary to give effect to the transactions contemplated by this resolution.</p> <p>In this resolution:</p> <p>"Maximum Limit" means the number of Shares representing ten percent (10%) of the total issued ordinary share capital of the Company ascertained as at the date of the passing of this resolution unless the Company has effected a reduction of the share capital of the Company in accordance with the applicable provisions of the Companies Act;</p> <p>"Maximum Price" in relation to a Share to be purchased, means the purchase price (excluding brokerage, stamp duties, applicable goods and services tax and other related expenses) not exceeding:</p> <p>(i) in the case of a Market Purchase, 105% of the Average Closing Price; and</p> <p>(ii) in the case of an Off-Market Purchase pursuant to an equal access scheme, 120% of the Average Closing Price; and</p> <p>"Average Closing Price" means the average of the closing market prices of a Share over the last five (5) market days on which the Shares were transacted on the SGX-ST or, as the case may be, any other stock exchange on which the Shares may for the time being be listed and quoted, preceding the day of the Market Purchase or, as the case may be, the day of the making of the offer pursuant to an Off-Market Purchase, as deemed to be adjusted for any corporate action that occurs during the relevant 5-day period and the day on which the purchase was made.</p>	<b>(Resolution 10)</b>

BY ORDER OF THE BOARD

Kong Wei Fung  
Company Secretary  
Singapore, 4 June 2020

**Explanatory notes:**

**Resolution 2** – is to approve the final and special dividends. The Share Transfer Books and Register of Members of the Company will be closed on 2 July 2020, 5pm for the purpose of determining the entitlement of shareholders of the Company to the final and special dividends. Duly completed registrable transfers of ordinary shares of the Company received up to 5.00 p.m. on 2 July 2020 will be entitled to the final and special dividends. If approved at the AGM, the final and special dividends will be paid on 13 July 2020.

**Resolution 3** – the proposed resolution 3 in item 3 above, if passed, will facilitate the payment of Directors' fees during the financial year ending 31 December 2020, in which the fees are incurred. Remuneration framework for the non-executive directors remains unchanged from the framework for the financial year ended 31 December 2019. The Directors' fees are calculated based on the assumption that the existing non-executive directors will hold office until the end of the financial year and the anticipated number of Board and Board Committee meetings.

**Resolution 4** – Mr Mohamed Ismail S/O Abdul Gafoore will, upon re-election, continue his office as Chairman of the Board and Chief Executive Officer.

**Resolution 5** – Mr Low Wee Siong will, upon re-election, remain as the Chairman of the Nominating Committee and member of the Audit and Remuneration Committees. The Board considers Mr Low to be independent for the purpose of Rule 704(8) of the Listing Rules.

Further information of the retiring directors can be found under "Board of Directors", "Corporate Governance" and "Additional Information on Directors Seeking Re-election" sections of the Company's Annual Report.

**Resolution 7** – the proposed resolution 7 in item 6 above, if passed, will authorise and empower the Directors of the Company from the date of the AGM to issue shares and to make or grant instruments (such as warrants or debentures) convertible into shares, and to issue shares in pursuance of such instruments, without seeking any further approval from shareholders in general meeting but within the limitation imposed by this Resolution, for such purposes as the Directors may consider would be in the best interests of the Company. The aggregate number of shares (including shares to be made in pursuance of Instruments made or granted pursuant to this Resolution) to be allotted and issued would not exceed 50% of the total number of issued Shares (excluding treasury shares and subsidiary holdings) at the time this resolution is passed, of which the total number of shares that may be issued other than on a pro-rata basis to shareholders shall not exceed 20% of the total number of issued Shares (excluding treasury shares and subsidiary holdings) at the time the resolution is passed. This authority will, unless revoked or varied at a general meeting, expire at the next AGM of the Company.

**Resolution 8** – the proposed resolution 8 in item 7 above if passed, will empower the Directors of the Company, from the date of this AGM until the next AGM of the Company, or the date by which the next AGM of the Company is required by law to be held or such authority is varied or revoked by the Company in a general meeting, whichever is earlier, to allot and issue shares in the Company pursuant to the exercise of options granted or to be granted under the Scheme provided that the aggregate number of ordinary shares which may be allotted and issued pursuant to the Scheme, the PropNex Performance Share Plan and any other share based schemes (if applicable) is limited to 5% of the total issued share capital of the Company (excluding treasury shares and subsidiary holdings) from time to time.

**Resolution 9** – the proposed resolution 9 in item 8 above, if passed, will empower the Directors of the Company, from the date of this AGM until the next AGM of the Company, or the date by which the next AGM of the Company is required by law to be held or such authority is varied or revoked by the Company in a general meeting, whichever is earlier, to allot and issue from time to time such number of ordinary shares as may be required to be allotted and issued pursuant to the vesting of the Awards under the Plan provided that the aggregate number of ordinary shares which may be allotted and issued pursuant to the Plan and any other share based schemes (if applicable) is limited to 5% of the total issued share capital of the Company (excluding treasury shares and subsidiary holdings) from time to time.

**Resolution 10** – the proposed Resolution 10 proposed in item 9 above, if passed, will empower the Directors of the Company from the date of this AGM until the next AGM to repurchase ordinary shares of the Company by way of Market Purchase or Off-Market Purchase of up to 10% of the total number of issued shares (excluding treasury shares and subsidiary holdings, if any) in the capital of the Company at the Maximum Price. Information relating to this proposed Resolution is set out in the Appendix dated 4 June 2020 to this notice.

**Notes:**

1. The AGM is being convened, and will be held, by way of electronic means pursuant to the Covid-19 (Temporary Measures) (Alternative Arrangements for Meetings for Companies, Variable Capital Companies, Business Trusts, Unit Trusts and Debenture Holders) Order 2020. Printed copies of the Notice of AGM and proxy form will not be sent to members. Instead, this Notice of AGM will be sent to members via electronic means via publication on the Company's website at URL <http://investor.propnex.com/newsroom.html> and at the SGX website at URL <https://www.sgx.com/securities/company-announcements>.

2. Alternative arrangements relating to attendance at the AGM via electronic means (including arrangements by which the AGM can be electronically accessed via "live" audio-visual webcast ("**Live Webcast**") or "live" audio-only stream ("Live Audio Stream"), submission of questions in advance of the AGM, addressing of substantial and relevant questions at the AGM and voting by appointing the Chairman of the AGM as proxy, are set out in the accompanying Company's announcement dated 4 June 2020 ("**AGM Alternative Arrangements Announcement**"). The AGM Alternative Arrangements Announcement, this Notice of AGM, Annual Report of the Company and proxy form have been made available at the Company's website at the URL <http://investor.propnex.com/newsroom.html> and at the SGX website at the URL <https://www.sgx.com/securities/company-announcements>.

3. **Due to the current Covid-19 restriction orders in Singapore, a member will not be able to attend the AGM in person. A member will also not be able to vote online on the resolutions to be tabled for approval at the AGM. A member (whether individual or corporate) must appoint the Chairman of the AGM as his/her/its proxy to attend, speak and vote on his/her/its behalf at the AGM if such member wishes to exercise his/her/its voting rights at the AGM.**

Where a member (whether individual or corporate) appoints the Chairman of the AGM as his/her/its proxy, he/she/it must give specific instructions as to voting, or abstentions from voting, in respect of a resolution in the form of proxy, failing which the appointment of the Chairman of the AGM as proxy for that resolution will be treated as invalid.

4. The Chairman of the AGM, as proxy, need not be a member of the Company.

5. The instrument appointing the Chairman of the AGM as proxy must be submitted in the following manner:

- if submitted by post, be lodged at the office of the Company's Share Registrar, Tricor Barbinder Share Registration Services (a division of Tricor Singapore Pte Ltd) at 80 Robinson Road, #11-02, Singapore 068898; or
- if submitted electronically, be submitted via email to the Company's Share Registrar at [sg.is.proxy@sg.tricorglobal.com](mailto:sg.is.proxy@sg.tricorglobal.com).

in either case, not less than seventy-two (72) hours before the time appointed for holding the AGM.

A member who wishes to submit an instrument of proxy must first download, complete and sign the proxy form, before submitting it by post to the address provided above, or before downloading and sending it by email to the email address provided above.

**In view of the current Covid-19 situation and the related safe distancing measures which may make it difficult for members to submit completed proxy forms by post, members are strongly encouraged to submit completed proxy forms electronically via email.**

6. The instrument appointing the Chairman of the AGM as proxy must be executed under the hand of the appointor or of his attorney duly authorised in writing. Where the instrument appointing the Chairman of the AGM as proxy is executed by a corporation, it must be executed either under its common seal or under the hand of an attorney or a duly authorised officer or in such manner as appropriate under applicable laws, failing which the instrument may be treated as invalid.

7. Where the instrument appointing the Chairman of the AGM as proxy is signed on behalf of the appointor by an attorney, the letter or power of attorney or a duly certified copy thereof must (failing previous registration with the Company) be lodged with the instrument appointing the Chairman of the AGM as proxy, failing which the instrument may be treated as invalid.

8. In the case of members whose Shares are entered against their names in the Depository Register, the Company may reject any instrument appointing the Chairman of the AGM as proxy lodged if such members are not shown to have Shares entered against their names in the Depository Register, as at seventy-two (72) hours before the time appointed for holding the AGM as certified by The Central Depository (Pte) Limited to the Company.

**Personal data privacy**

By (a) submitting a proxy form appointing the Chairman of the AGM to attend, speak and vote at the AGM and/or any adjournment thereof or (b) submitting any question prior to the AGM or (c) submitting the pre-registration form in accordance with this Notice, a member of the Company (i) agrees that the member will indemnify the Company in respect of any penalties, liabilities, claims, demands, losses and damages as a result of the member's breach of warranty; and (ii) consents to the collection, use and disclosure of the member's personal data by the Company (or its agents or service providers) for the purposes of (collectively, the "Purposes"):

- the processing and administration by the Company (or its agents or service providers) of proxy forms appointing the Chairman of the AGM as proxy for the AGM (including any adjournment thereof);
- processing the pre-registration forms for purposes of granting access to members for the Live Webcast or Live Audio Stream and providing viewers with any technical assistance, where necessary;
- addressing selected substantive questions from members received during the AGM;
- the preparation and compilation of the attendance lists, minutes and other documents relating to the AGM (including any adjournment thereof); and
- enabling the Company (or its agents or service providers) to comply with any applicable laws, listing rules, regulations and/or guidelines.

The member's personal data may be disclosed or transferred by the Company to its subsidiaries, its share registrar and/or other agents or bodies for any of the Purposes, and retained for such period as may be necessary for the Company's verification and record purposes.