

Responses to Questions received from Shareholders unable to attend the AGM

Q1: Why did Independent Director Xiong Wei resign in June 2019 after the AGM?

Company's Response: You may refer to our announcement dated 27 June 2019. Mr Xiong left Ouhua due to his personal reasons as his current full-time work schedule does not allow him to continue his time commitment to our company.

Q2: Ouhua has made profits for 3 consecutive years but no dividend was declared in the last 12 years?

Company's Response: Despite our good progress over the years, Ouhua still has retained losses yet to be fully recovered and our balance sheet repaired before we can resume paying dividend.

Q3: Why does Ouhua sell to related parties?

Company's Response: All related party transactions have to be conducted on arm-length basis and are subject to the scrutiny of our independent directors and auditors. Our Shareholders' Mandate with regard to related party transactions is renewed each year at our AGM. You may get more information on our Shareholders' Mandate in the Appendix of our annual report.

Q4: The current crude oil market has collapsed due to supply more than demand, how can Ouhua capture the opportunity to gain more market share with more competitive LPG price?

Company's Response: Ouhua is sensitive to volatility of oil prices. There will be some impact from recent crash in the future price of crude oil on the spot price of LPG. However, in recent months the spot price of LPG in mainland China remains quite stable, driven mainly by strong LPG demand from Polypropylene (PP) plants arising from increased global demand for Personal Protective Equipment (PPE).

Q5: Ouhua is under watchlist which will expire in June 2020. Any extension given by SGX? If not, what are the alternatives?

Company's Response: We are awaiting SGX's decision on their Public Consultation Paper dated 28 November 2019 on their Review of Tools Used to deal with Market Risk Manipulation and will make an announcement in due course taking into consideration also the interests of our shareholders.

Q6: CFO Li XueYing was on board for less than a year although she indicated she will stay on for many years and Ouhua has seen several changes in CFOs in the past 3 years.

Company's Response: You may refer to our announcement released on 27 August 2018. Ms. Li

left Ouhua due to her family reasons and subsequent changes in priorities for her family which made it difficult for her full time work commitment to Ouhua.