



UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2020

PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1a An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year

<u>Group</u>	Three months ended 31 Mar 2020 US\$'000 (Unaudited)	Three months ended 31 Mar 2019 US\$'000 (Unaudited)	Increase /(decrease) %
Revenue	368,046	396,526	(7)
Cost of sales	(354,189)	(385,509)	(8)
Gross profit	13,857	11,017	26
Other operating income	76	443	(83)
Selling and distribution expenses	(11,415)	(10,839)	5
Administrative expenses	(1,133)	(1,087)	4
Other operating expenses	(315)	(239)	32
Finance expenses	(784)	(692)	13
Share of results of associates and joint ventures	52	418	(87)
Profit/(loss) before income tax	338	(979)	N.M
Income tax expenses	(719)	(106)	578
Loss for the period	(381)	(1,085)	(65)
Other comprehensive income:			
Item that may be reclassified subsequently to profit or loss			
Exchange differences on translating foreign operations	(504)	(441)	14
Other comprehensive loss for the period	(504)	(441)	14
Total comprehensive loss for the period	(885)	(1,526)	(42)
Profit/(loss) attributable to:			
Owners of the Company	(672)	(899)	(25)
Non-controlling interests	291	(186)	N.M
Loss for the period	(381)	(1,085)	(65)
Total comprehensive profit/ (loss) attributable to:			
Owners of the Company	(965)	(1,160)	(17)
Non-controlling interests	80	(366)	N.M
Total comprehensive loss for the period	(885)	(1,526)	(42)

The Group's (loss)/profit before income tax is arrived at after charging / (crediting):

<u>Group</u>	Three months ended 31 Mar 2020 US\$'000 (Unaudited)	Three months ended 31 Mar 2019 US\$'000 (Unaudited)	Increase /(decrease) %
Loss on disposal of property, plant and equipment	1	-	N.M
Interest income	(170)	(278)	(39)
Depreciation and amortisation	1,909	1,797	6
(Reversal)/allowance for trade debts	(13)	39	N.M
Bad debts written-off	171	-	N.M
Directors' fees	71	52	37
Finance expenses	787	692	14
Professional fees	362	470	(23)
Rental expenses	152	105	45
Staff costs (including key management personnel compensation)	6,185	5,707	8
Travelling expenses	136	136	0
N.M : Not Meaningful			

1b(i) A balance sheet (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year

	<u>Group</u>		<u>Company</u>	
	31 Mar 2020 US\$'000 (Unaudited)	31 Dec 2019 US\$'000 (Unaudited)	31 Mar 2020 US\$'000 (Unaudited)	31 Dec 2019 US\$'000 (Unaudited)
ASSETS				
Non-current assets:				
Property, plant and equipment	29,478	29,820	-	-
Right-of-use assets	7,279	7,213	-	-
Intangible assets	9,111	9,257	-	-
Investments in subsidiaries	-	-	50,000	50,000
Investments in associates	11,493	11,703	-	-
Investments in joint ventures	43,647	43,803	-	-
Available-for-sale financial assets	126	128	-	-
Deferred tax asset	1,337	1,356	-	-
Other receivables	325	308	-	-
Total non-current assets	102,796	103,588	50,000	50,000
Current assets:				
Inventories	68,141	69,459	-	-
Trade and other receivables	151,861	163,033	12	5
Amounts due from subsidiaries	-	-	297	288
Amounts due from related parties	3,108	2,730	-	-
Tax recoverable	72	724	-	-
Cash and cash equivalents	11,554	26,957	-	-
Total current assets	234,736	262,903	309	293
Total assets	337,532	366,491	50,309	50,293
LIABILITIES AND EQUITY				
Current liabilities:				
Provisions	83	87	-	-
Trade and other payables	172,395	232,924	691	600
Derivative financial liabilities	-	78	-	-
Loans and borrowings	45,890	9,116	-	-
Lease liabilities	1,322	1,432	-	-
Amounts due to holding company	800	1,100	-	-
Amounts due to related parties	107	247	-	-
Income tax payable	257	-	-	-
Total current liabilities	220,854	244,984	691	600
Non-current liabilities:				
Provisions	7,851	7,900	-	-
Lease liabilities	5,539	5,810	-	-
Deferred tax liabilities	5,293	5,379	-	-
Loans and borrowings	11,934	15,453	-	-
Other payables	1,418	1,437	-	-
Total non-current liabilities	32,035	35,979	-	-
Total Liabilities	252,889	280,963	691	600
Equity:				
Share capital	545	545	545	545
Share premium	196,308	196,308	196,308	196,308
Accumulated losses	(131,885)	(131,213)	(147,235)	(147,160)
Foreign currency translation reserve	757	1,050	-	-
	65,725	66,690	49,618	49,693
Non-controlling interests	18,918	18,838	-	-
Total equity	84,643	85,528	49,618	49,693
Total liabilities and equity	337,532	366,491	50,309	50,293

1b(ii) Aggregate amount of the Group's borrowings and debt securities

	<u>Unsecured</u>		<u>Secured</u>	
	31 Mar 2020	31 Dec 2019	31 Mar 2020	31 Dec 2019
	US\$'000	US\$'000	US\$'000	US\$'000
Amount payable in one year or less or on demand	12,068	10,533	35,143	15
Amount payable after one year	17,472	21,263	-	-

Details of any collateral

The secured borrowings of US\$35,143,477 are secured with trade receivables of the subsidiaries.

Contingent liabilities

As at 31 March 2020, the Group has also given guarantees of US\$15.05 million in favour of certain counterparties for a subsidiary and a joint venture company.

1(c) A cash flow statement (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year

<u>Group</u>	Three months ended 31 Mar 2020 US\$'000 (Unaudited)	Three months ended 31 Mar 2019 US\$'000 (Unaudited)
Operating activities		
Profit/(loss) before income tax	338	(979)
Adjustment for:		
Depreciation and amortisation	1,909	1,797
Loss on disposal of property, plant and equipment	1	-
Fair value measurement on derivative instrument	-	382
Impairments of assets	13	-
(Reversal)/Allowance for trade debts	(13)	39
Bad debts written-off	171	-
Interest expenses	507	461
Interest income	(170)	(278)
Share of results of associate and joint venture	(52)	(418)
Exchange realignment	1,694	1,321
Operating cash flows before changes in working capital	4,398	2,325
Changes in working capital:		
Inventories	681	(14,847)
Trade and other receivables	8,408	(31,228)
Trade and other payables	(59,369)	(262)
Cash flows used in operations	(45,882)	(44,012)
Income taxes received	239	-
Interest paid	(507)	(461)
Interest received	170	278
Net cash flows used in operating activities	(45,980)	(44,195)
Investing activities		
Cash outflow from acquisition of a subsidiary	(14)	-
Purchases of property, plant and equipment	(1,970)	(841)
Net cash flows used in investing activities	(1,984)	(841)
Financing activities		
Proceeds from/(repayment of) borrowings	3,454	(3)
Repayment of lease liabilities	(323)	(364)
Repayment to immediate holding company	(300)	(1,000)
(Repayment of) /proceeds from to related parties	(554)	570
Net cash flows generated from/(used) in financing activities	2,277	(797)
Net decrease in cash and cash equivalents	(45,687)	(45,833)
Cash and cash equivalents at the beginning of the period	26,942	20,996
Effect of exchange rate changes on cash and cash equivalents	(1,727)	(107)
Cash and cash equivalents at the end of the period	(20,472)	(24,944)
Cash and bank balance	11,554	12,127
Bank overdrafts	(32,026)	(37,071)
Cash and cash equivalents per consolidated statement of cash flows	(20,472)	(24,944)

1d(i) A statement (for the issuer and Group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to the owners of the Company						Total equity US\$'000
	Share capital	Share premium	Accumulated losses	Foreign currency translation reserve	Equity attributable to owners of the Company	Non-controlling interests	
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	
Group							
At 1 January 2020	545	196,308	(131,213)	1,050	66,690	18,838	85,528
Loss for the period, representing total comprehensive loss for the period	-	-	(672)	-	(672)	291	(381)
Exchange differences on translating foreign operations	-	-	-	(293)	(293)	(211)	(504)
Balance at 31 March 2020	545	196,308	(131,885)	757	65,725	18,918	84,643
At 1 January 2019	545	196,308	(128,634)	1,321	69,540	17,491	87,031
Adoption of IFRS 16			1,325		1,325	1,272	2,597
At 1 January 2019-restated	545	196,308	(127,309)	1,321	70,865	18,763	89,628
Loss for the period, representing total comprehensive loss for the period	-	-	(899)	-	(899)	(186)	(1,085)
Exchange differences on translating foreign operations	-	-	-	(261)	(261)	(180)	(441)
Balance at 31 March 2019	545	196,308	(128,208)	1,060	69,705	18,397	88,102

	Attributable to the owners of the Company			Total equity US\$'000
	Share capital	Share premium	Accumulated losses	
	US\$'000	US\$'000	US\$'000	
Company				
At 1 January 2020	545	196,308	(147,160)	49,693
Loss for the period, representing total comprehensive loss for the period	-	-	(75)	(75)
Balance at 31 March 2020	545	196,308	(147,235)	49,618
At 1 January 2019	545	196,308	(146,818)	50,035
Profit for the period, representing total comprehensive income for the period	-	-	198	198
Balance at 31 March 2019	545	196,308	(146,620)	50,233

- 1d(ii) Details of any changes in the Company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the corresponding period of the immediately preceding financial year.**

There have been no changes in the Company's share capital since the end of the previous period reported.

The Company did not have any treasury shares, subsidiary holdings or other convertibles as at end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

- 1d(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The total number of issued shares as at end of 31 March 2020 and 31 December 2019 was 4,233,185,850 shares. There were no shares held as treasury shares and the Company does not have any shares that may be issued on conversion of any outstanding convertibles as at 31 March 2020 and 31 December 2019.

- 1d(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable as the Company does not have any treasury shares.

- 1(d)(v) A statement showing all sales, transfer, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

During the financial period, there was no transaction pertaining to subsidiary holdings.

- 2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

These figures have neither been reviewed nor audited by the Company's auditors.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

- 3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:—**

- (a) Updates on the efforts taken to resolve each outstanding audit issue.
(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

The Management is awaiting for the audit of the financial statements of FY2018 to be completed and have the audit qualifications stated in the audited financial statements for FY2017 to be satisfactory resolved.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The accounting policies and methods of computation applied by the Group are consistent with those used in its most recent audited financial statements as well as all the applicable new/revised International Financial Reporting Standards (IFRS) and IFRS interpretations (INT IFRS) which came into effect for the financial years beginning on or after 1 January 2020.

5. **If there are any changes in the accounting policies and methods of computation including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

In the current financial year, the Group has adopted the new and revised IFRS, and INT IFRS that are relevant to its operations and effective for the current financial year. The adoption of these new or revised IFRS or INT IFRS does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior financial years.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:**

	<u>Group</u>	
	Three months ended	
	31 Mar 2020	31 Mar 2019
	US\$	US\$
Loss attributable to owners of the Company	(672,045)	(899,251)
Loss per ordinary share	US Cents	US Cents
(a) Based on the weighted average number of ordinary shares in issue; and	(0.016)	(0.021)
Weighted average number of ordinary shares in issue	4,233,185,850	4,233,185,850
(b) On a fully diluted basis	(0.016)	(0.021)
Weighted average number of ordinary shares in issue	4,233,185,850	4,233,185,850

7. **Net assets value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**

- (a) **current financial period reported on; and**
 (b) **immediately preceding financial year.**

	<u>Group</u>		<u>Company</u>	
	31 Mar 2020	31 Dec 2019	31 Mar 2020	31 Dec 2019
	US cents	US cents	US cents	US cents
Net assets value per ordinary shares	<u>1.553</u>	<u>1.575</u>	<u>1.172</u>	<u>1.174</u>

The calculation of net asset value per ordinary share is based on the Group's net assets of approximately US\$ 65,725,631 as at 31 March 2020 (31 December 2019: US\$ 66,690,349) and the Company's net assets of approximately US\$49,617,828 as at 31 March 2020 (31 December 2019: US\$49,693,255) and share capital of 4,233,185,850 shares (31 December 2019: 4,233,185,850 shares).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

- (a) any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Review of the Group's financial performance

The Group's revenue of US\$368.05 million for the three months ended 31 March 2020 ("3M 2020") and US\$396.53 million for the three months ended 31 March 2019 ("3M 2019") were from the Group's distribution business in France and Spain. The decline of 7% on revenue was due to the depressed global oil prices and the reduced sales volume in March 2020 due to the COVID-19 crisis.

The Group's gross profit was US\$13.86 million for the 3M 2020, an increase of US\$2.84 million or 26% compared to US\$11.02 million for 3M 2019, due to the higher profit margin generated from the distribution business.

Other operating income for 3M 2020 was US\$0.08 million, a decrease of US\$0.36 million as compared to US\$0.44 million for 3M 2019 mainly due to the reduced interest income from lower bank balances and foreign exchange currency alignment.

Selling and distribution expenses in 3M 2020 was US\$11.42 million as compared to US\$10.84 million for 3M 2019, an increase of 5% was mainly due to increase in staff costs as a result of more headcounts from the acquisition of a subsidiary, an additional petrol station and salary increment in 2020. Administrative expenses increased by US\$0.04 million to US\$1.13 million in 3M 2020, as compared to US\$1.09 million in 3M 2019 mainly due to increase in staff costs of US\$0.01 million, office rental of US\$0.02 million and directors' fees of US\$0.02 million. Other operating expenses was US\$0.32 million in 3M 2020 as compared to US\$0.24 million in 3M 2019. The slight increase of US\$0.08 million was attributable to a reduction of US\$0.05 million in bad debts written off in 3M 2020, offset by the write-back of provision of other capital expenses of US\$0.13 million in 3M 2019 not recurred in 3M 2020. Finance expenses saw an increase of US\$0.09 million or 13% from US\$0.69 million in 3M 2019 to US\$0.78 million in 3M 2020. This was in line with the increase in bank borrowings in 3M 2020. The share of profits of associates and joint ventures was US\$0.05 million in 3M 2020 as compared to share of profits of US\$0.42 million in 3M 2019, mainly due to the lower profit generated from the joint ventures in both China and Europe.

The Group's net loss for 3M 2020 was US\$0.38 million as compared to net loss of US\$1.09 million for 3M 2019. This was mainly attributable to the increase in gross profit, partially offset by the increase in selling and distribution expenses, the decrease of share of profits from associates and joint ventures and the increase in income tax expenses of companies in France in 3M 2020.

Review of the Group's financial position

The Group's non-current assets stood at US\$102.8 million as at 31 March 2020 compared to US\$103.59 million as at 31 December 2019, and comprised property, plant and equipment of US\$29.48 million, right-of-use assets of US\$7.28 million, intangible assets of US\$9.11 million, investments in associates and joint ventures of US\$55.14 million, available-for-sale financial assets of US\$0.13 million, deferred

tax assets of US\$1.34 million and other receivables of US\$0.33 million. The overall decrease of US\$0.79 million was attributable to the depreciation and translation alignment of fixed assets of US\$0.34 million, amortisation of the intangible assets of US\$0.15 million and translation loss on investment in joint ventures and associates of US\$0.32 million due to weakening of EUR against USD.

The current assets stood at US\$234.74 million as at 31 March 2020 compared to US\$262.9 million as at 31 December 2019. Overall, the decrease of US\$28.17 million in current assets was mainly attributable to the decrease of US\$11.17 million in trade and other receivables, which was in line with lower sales in this quarter and US\$1.32 million in inventory and US\$15.4 million in cash.

The decrease of US\$24.13 million in current liabilities was due to a decrease in trade payables, excise taxes and VAT payables of US\$60.53 million, which was partially offset by the increase in loans and borrowings of US\$36.77 million. The decrease of US\$3.94 million in non-current liabilities was mainly attributable to the decrease in lease liabilities of US\$0.27 million and loans and borrowings of US\$3.52 million.

The Group's total liabilities decreased by 10% or US\$28.07 million from US\$280.96 million as at 31 December 2019 to US\$252.89 million as at 31 March 2020.

The Group's net assets stood at US\$65.73 million as at 31 March 2020, or 1.55 US cents per share, compared to US\$66.69 million as at 31 December 2019 or 1.58 US cents per share.

Review of the Group's cash flows

The Group records a net cash flows used in operating activities of US\$45.98 million in 3M 2020 compared to a net cash flows used in operating activities of US\$44.2 million in 3M 2019. This was mainly attributable to higher outflow of cash in trade and other payables, offset by the inflow of cash in inventory and trade and other receivables.

The net cash flows used in investing activities for 3M 2020 was US\$1.98 million as compared to US\$0.84 million in 3M 2019. This was mainly due to the purchases of property, plant and equipment. The net cash flows generated from financing activities were US\$2.28 million for 3M 2020 compared to a net cash flows used in financing activities of US\$0.8 million in 3M 2019, mainly due to the proceeds received from bank borrowings, offset by the cash outflow for the repayment to holding company and related parties.

As a result of the above, the Group's cash and cash equivalents in the consolidated statement of cashflows comprised cash and bank balances of US\$11.55 million and bank overdrafts of US\$32.03 million as at 31 March 2020.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

No forecast or prospect statement has been previously disclosed to shareholders.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

The Company has previously announced that the High Court of Hong Kong Special Administrative Region had on 3 September 2018 made a winding-up order of Shanghai Huaxin Group (Hong Kong) Limited (“CEFC HK”), a former trading partner of Singapore AnAn Petrochemical & Energy Pte Ltd (“SPE”). The Company would update when there was further progress on the liquidation of CEFC HK.

The Group’s main revenue is from its distribution business in France and Spain currently. The distribution business was adversely affected since both countries implemented lockdown measures to combat the spread of COVID-19 in mid March 2020. There was a sharp decline in the volume of the demand for its petroleum products and decrease activities at its petrol stations that had to be kept open due to contractual obligations. A series of measures such as delayed tax payments and government-guaranteed bank loans were implemented to help companies tide through this crisis. The Group has a credit insurance policy and major default in its trade receivable is not expected. At present, the Group does not foresee that such government-guaranteed loan is needed but on prudent basis started discussion with the banks to consider how they could apply for such loan should the need arises. The Group remains cautious in managing its costs and will take whatever action as necessary to mitigate the COVID-19 impact that it would have on the Group.

The Group’s Joint Venture, Rizhao Port Gold Brick Gold Storage and Transportation Corporation Limited (‘Rizhao’), has continued to remain in business during this COVID-19 pandemic period in China. Since the end of January, consumption of refined oil products has fallen sharply in local market as the Chinese government has imposed strict closures across the country. In order to adapt to the market changes, the refining and chemical enterprises have greatly reduced their production, thus reducing the consumption of crude oil as raw material. This slower turnabout of the crude oil stored at Rizhao’s premise resulted in decreased revenue from its loading and unloading services, which is a high profit margin business of Rizhao. On the other hand, the demand for oil storage had increased due to the decline global oil prices. Hence, the comprehensive impact to the Group from Rizhao was not significant during this period.

The Group, on an overall basis, is expecting a slower return to normal conditions with the gradual uplifting of the confinement measures in both Europe and China and is working together with its team to go through this pandemic.

11. Dividend

If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

There was no final ordinary dividend recommended

(b) (i) Current financial period reported on

There were no dividends declared for the financial period reported on.

(ii) Corresponding period of the immediately preceding financial year

There were no dividends declared for the corresponding period of the immediately preceding financial year.

- (c) **Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the Dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated)**

Not applicable.

- (d) **The date the dividend is payable**

Not applicable.

- (e) **The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements.**

Not applicable.

- 12. If no dividend has been declared or recommended, a statement to that effect and the reason(s) for the decision.**

No dividend has been declared or recommended as the company is in loss position.

- 13. If the Group has obtained a general mandate from the Shareholder for IPTs, the aggregate value of such transactions as required under Rule 902 (1)(a) (ii). If no IPT mandate has been obtained, please make a statement to that effect**

The Group does not have a general mandate from shareholders for interested person transactions.

As disclosed in the Company's announcement previously, AnAn Group had during April 2018 assumed a debt owed by a third-party counterparty to SPE in the US dollar equivalent of RMB70,000,000, in exchange for said third-party counterparty owing the same amount to AnAn Group. The Company and SPE agreed to set off the amount of US\$7,260,839 owed to them by AnAn Group. After such set off, AnAn Group also made a payment of US\$2,500,000 as part payment of its outstanding debt owed to SPE. By letter dated 26 September 2018, the liquidators of AnAn Group informed the Company that they reserved their rights in respect of the payment of US\$2,500,000 made by AnAn Group to the Company on or around 27 August 2018. On 22 February 2019, the Board approved a repayment schedule of US\$2,500,000 to AnAn Group. As at 31 March 2020, SPE has partially repaid US\$1,700,000 of the outstanding amount of US\$2,500,000.

- 14. Negative confirmation pursuant to Rule 705(5)**

We, Zang Jian Jun and Ling Chi, being two directors of the Company, do hereby confirm on behalf of the Board of Directors of the Company, that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial results for the financial period ended 31 March 2020 to be false or misleading in any material aspect.

- 15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7 under Rule 720(1))**

The Company confirms that it has procured undertakings from all its directors and executive offices in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

16. Disclosure pursuant to Rule 706(A)

On 7 January 2020, the Company's French Subsidiary, Dyneff SAS, acquired 100% of the following entity:

Name	:	Natgas France SAS
Principal Activity	:	Wholesale distributor of natural gas that sells natural gas to large corporations and also provides associated services in relation to the natural gas business
Country of incorporation	:	France
Paid-up Capital	:	EUR 1,000,000
Net asset value	:	EUR 973,203
Number of share(s)	:	1,000,000 ordinary shares
Consideration	:	EUR 600,000

The consideration for the 100% acquisition of Natgas France SAS was satisfied wholly in cash and was arrived at on a willing-buyer-willing-seller basis, after taking into account the Natgas France SAS's past results and projection of future results and development prospects.

BY ORDER OF THE BOARD

Zang Jian Jun
Executive Director and Executive Chairman
13 May 2020