



Company Registration No. 199806046G
(Incorporated in the Republic of Singapore)

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**").

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Bao Qing - Registered Professional, 36 Robinson Road, #10-06 City House, Singapore 068877, sponsor@rhtqoc.com.

RESPONSE TO QUESTIONS RECEIVED FROM SHAREHOLDER

The Board of Directors (the "**Board**") of H2G Green Limited (the "**Company**", and together with its subsidiaries, the "**Group**") would like to provide its response to the questions received from a shareholder in relation to the Company's Annual Report for the financial year ended 31 March 2023 ("**FY2023**") prior to the forthcoming annual general meeting for FY 2023 to be held on Friday, 28 July 2023 at 10.00 a.m. The Company sets out its response to the shareholder's questions below:

QUESTIONS FROM SHAREHOLDER

Q1. The company said in "10 in 10 With H2G Green - the Pivot to Green Hydrogen" that the acquisition of GasHub also provides H2G Green with recurring revenue streams and a platform to venture into the growing energy and natural gas-related business on a domestic and international scale". However, the annual report documented that our Lifestyle segment, which contributed to 89% of the Group's revenue. Could you the management team provide the estimated timeline when these recurring revenues can be made and at what percentage of the total revenue?

Company's response:

GasHub has already secured recurring revenue from four customers, and is about to onboard several new customers this quarter following the completion of construction works and award of LNG storage licences. GasHub's momentum has increased as potential customers now have successful operational case studies to reference and better understand the benefits of using LNG, such as cost reduction and lower carbon emissions. GasHub's recurring revenues are expected to continue growing as a percentage of the Group's revenue.

Q2. Currently, hydrogen production and infrastructure development are expensive compared to other energy sources. Furthermore, storing and transporting hydrogen can be challenging and requires specialized infrastructure because hydrogen molecules are small and can leak through containment materials, making it essential to ensure proper storage and distribution systems. However, the Board seems very confident to overcome these challenges as the AR stated---" Through our work with GEIH, we aim to produce green hydrogen at competitive prices for large-scale use." Could the Board elaborate how to overcome these disadvantages and make green hydrogen production commercially viable?

Company's response:

Hydrogen technology continues to improve, resulting in increased efficiencies and reduced cost curves in relation to production.

Meanwhile, the storage and transportation of hydrogen in Singapore is not a novel concept, as end-users involved in chemical processing, semi-conductor manufacturing, and electronic manufacturing are already being supplied via cylinders and pipelines. Singapore government continues to roll out initiatives that support a hydrogen economy, including a new hydrogen-ready power plant to be built by 2026 as reported in the news on 19 July 2023¹. Hydrogen cost differentials (against other energy sources) are also expected to decrease against the backdrop of increased carbon taxes in Singapore.

Furthermore, we would highlight that GEIH utilises a proprietary technology that is relatively cost effective in the production of green hydrogen.

Q3. Hydrogen's flammability range is between 4% and 75% in air. What robust safety measures have been implemented in the production and transportation of hydrogen?

Company's response:

We have adhered closely to existing safety standards and codes of practice in line with the relevant laws and regulations. Such policies and guidelines are reviewed regularly to ensure that they are up-to-date and to ensure robust safety in the production and transportation of hydrogen. We also require all staff who are involved in the hydrogen production and transportation to undergo training to handle the unique safety considerations of working with hydrogen. Regular inspections of equipment are performed to ensure that safety standards are met, in order to prevent leaks, spills, or other accidents that could pose a risk to the employees or the environment. In addition, we have extensive experience in handling flammable gases (including hydrogen, LPG, town gas, and LNG).

By Order of the Board

Lim Shao-Lin
Executive Director, CEO

21 July 2023

¹ Source: <https://www.straitstimes.com/singapore/new-hydrogen-ready-power-plant-to-be-built-by-2026-as-s-pore-seeks-greener-energy-generators>