



IEV HOLDINGS LIMITED
(Company Registration 201117734-D)

ANNOUNCEMENT

For Immediate Release

COOPERATION CONTRACT TO COMMENCE CONSTRUCTION OF PILOT PLANT TO DEVELOP PRODUCTS OF AMORPHOUS SILICA AND NANOSILICA FROM RICE HUSK

Unless otherwise defined, capitalised terms used in this announcement shall have the same meaning ascribed to them in the announcement dated 6 March 2017.

The board of directors (the "**Board**" or "**Directors**") of IEV Holdings Limited ("**Company**", and together with its subsidiaries, "**IEV**" or the "**Group**") wishes to announce that, pursuant to the salient terms of the Heads of Agreement announced on 6 March 2017, the Company, through its subsidiary IEV Vietnam Joint Stock Company ("**IEV Vietnam JSC**"), on 11 May 2017 signed a Cooperation Contract ("**CC**") with BSB Investment and Development Co. Ltd ("**BSB**") to commence the construction and operation of a pilot plant and the preparation of a feasibility study for the research, investment, manufacturing and promotion of rice husk silica ("**RHS**") and nano-silica ("**RHNS**") in Vietnam.

In accordance to the CC, BSB will rent premises from IEV Vietnam at which it shall construct, install and operate a RHS pilot production plant with a self-generating electricity generation system. The RHS and RHNS output of the pilot production plants will be supplied to IEV Vietnam for its advanced materials research and development activities. In return, IEV Vietnam has agreed to ensure a steady supply of rice husk to BSB according to BSB's demand, at an agreed price. IEV Vietnam will be responsible for the licence application to produce rice husk ash, a raw material used for the production of RHS and RHNS which are the subject of the feasibility studies. IEV Vietnam will offtake the electricity generated from the pilot production plant, a by-product from the production process of RHS and RHNS, at a mutually agreed rate. A task force will be formed to complete a feasibility study on the investment, trading and development of RHS and RHNS on a commercial scale. Completion of the feasibility report is expected before December 2017.

The CC is effective for 36 months from the signing date and may be extended by mutual agreement of both parties

On the signing of the CC, Christopher Do, President and CEO of the Group, commented: "The signing of the CC kick-starts IEV's endeavor towards the production of high value-added products from rice husk. IEV's expertise in the running of its biomass plant in Vietnam, which mainly manufactures briquettes from rice husk, has facilitated the quick decision-making in the construction of the pilot plant."

The signing of the CC is not expected to have any material impact on the consolidated earnings per share and/or net tangible assets per share of the Group for the financial year ending 31 December 2017. The Company will provide updates on material developments relating to the CC as they occur.

Save for their shareholdings in the Company, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the CC other than their respective shareholdings in

the Company (if any). The Directors are also not aware of any substantial shareholders that have any interest, direct or indirect, in the CC.

Shareholders and other investors are reminded to exercise caution while dealing in the shares of the Company. In the event that shareholders and other investors are in doubt when dealing in the shares of the Company, they should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By order of the Board
Christopher Do
President & CEO
12 May 2017

MEDIA CONTACT

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ABOUT IEV HOLDINGS LIMITED

Listed on Catalist of the Singapore Exchange on 25 October 2011, IEV Holdings Limited and its subsidiaries and associates ("IEV" or the "Group") currently operate in four sectors namely, Offshore Engineering Sector, Mobile Natural Gas Sector, Exploration and Production Sector and Renewable Energy Sector. The Group's operation spans the Asian region while projects are undertaken worldwide. In Offshore Engineering Sector, IEV offers both specialised technologies and turnkey services to construct, repair, maintain, rejuvenate and remove offshore oil and gas production facilities. In the Exploration and Production Sector, the Group is involved in the exploration and production of hydrocarbons in Indonesia and in the Mobile Natural Gas Sector, IEV operates Natural Gas supply chains to distribute natural gas to customers without gas pipeline access. The Renewable Energy Sector is the Group's endeavor in promoting the utilisation of renewable energy through the production of rice-husk based biomass.

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, SAC Advisors Private Limited (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

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 Mr. Sebastian Jones, at 1 Robinson Road, #21-02 Singapore 048542, telephone (65) 6532 3829. SAC Capital Private Limited is the parent company of SAC Advisors Private Limited.