



CHINA HAIDA LTD.

(Incorporated in Singapore on 18 August 2004)

Company Registration No. 200410428C

420 North Bridge Road #04-06 North Bridge Centre Singapore 188727

GRANT OF EXTENSION OF TIME TO ANNOUNCE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

The board of directors (the “**Board**”) of China Haida Ltd. (the “**Company**”) refers to the announcement released on 13 February 2020 in relation to the Company’s application to the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) for a waiver to comply with Rule 705(1) of the Listing Manual of the SGX-ST (the “**Listing Manual**”) and a 2-month extension of time to announce the financial statements for the financial year ended 31 December 2019 (“**FY2019 Results**”) by 30 April 2020 (“**Application for Extension of Time**”).

The Company has been informed by the SGX-ST today that it has no objection to the Company’s application for extension of time to announce the FY2019 Results to 11 April 2020 (the “**Waiver**”) with regard to compliance with Rule 705(1) of the Listing Manual, subject to the following:

- (a) the Company announcing the Waiver granted, the reasons for seeking the Waiver, the conditions as required under Rule 107 of the Listing Manual and if the Waiver conditions have been satisfied. If the Waiver conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met; and
- (b) submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors’ decision which has yet to be announced by the Company (“**Written Confirmation**”).

The Company had submitted the Written Confirmation to the SGX-ST during the Application for Extension of Time.

Reasons for Seeking the Waiver

The reasons for seeking the Waiver are set out below:

- (1) Jiangyin Litai Ornamental Materials Co., Ltd (“**Jiangyin Litai**”) is located in Jiangyin City of Jiangsu Province in the People’s Republic of China (“**PRC**”). It was closed for business from 20 January 2020 for the Chinese New Year (“**CNY**”) holidays and was supposed to resume business on 2 February 2020. Nevertheless, due to the recent outbreak of novel coronavirus in the PRC, the CNY holidays for most companies in Jiangyin City had been extended to 9 February 2020. On 10 February 2020, Jiangyin Litai received a notification from the local government authorities of the PRC that the CNY holidays would be further extended until 20 February 2020. Subject to the approval

on inspection of the office premises by the local authorities and depending on the gravity of the situation, a further extension may be expected.

- (2) As a result, Jiangyin Litai has not resumed business since 20 January 2020 and its employees have also not returned to work. The residents in Jiangyin are also home-quarantined and are only allowed to leave home for two (2) to three (3) times per week to purchase essential items. All their movements are required to be registered and strictly monitored by the local authorities.
- (3) All the accounting and other records of Jiangyin Litai are kept in its office. The accounts and finance personnel ("**PRC Finance Team**") do not have remote access to Jiangyin Litai's financial and other confidential data from home. The accounts of Jiangyin Litai were last prepared up to the month of November 2019 (or accounts covering 11 months ended 30 November 2019) prior to the CNY break beginning 20 January 2020. The initial plan of the PRC Finance Team was to close and finalise the December 2019 accounts when Jiangyin Litai resumed business on 2 February 2020. As explained above, however, this date is now tentatively extended by the PRC local government to 20 February 2020.
- (4) The external auditors had visited Jiangyin Litai's office to carry out interim audit of the accounts of Jiangyin Litai for the 11-month period ended 30 November 2019 and attended the year-end stock-take during their period of visit from 26 December 2019 to 9 January 2020. The Singapore Finance team had also initially planned to re-visit Jiangyin Litai's office after CNY period to complete the finalization of the financial results of the Group for FY2019 when the December 2019 accounts of Jiangyin Litai are closed and finalised. The final audit by the external auditors was also planned to be completed before the end of February 2020. However, due to the unexpected novel coronavirus outbreak, all planned travelling and working schedules have since been cancelled, disrupted and/or deferred.

Confirmation by the Company

The Company confirms that:

- (a) The Waiver Application does not contravene any laws and regulations governing the Company and the Constitution of the Company; and
- (b) The Company is not aware of any information that will have a material bearing on investors' decision which has yet to be announced by the Company.

Shareholders are advised to exercise caution when dealing with the Company's securities. Shareholders should seek advice from their stockbrokers, bankers, solicitors, accountants, tax advisers or other professional advisers if they have any doubt about the actions that they should take.

By Order of the Board

Soh Beng Keng
Lead Independent Director
19 February 2020