



**REENOVA INVESTMENT HOLDING LIMITED**

(Incorporated in the Republic of Singapore | Company Reg. No.: 200104762G)

Website: [www.reenovagroup.com](http://www.reenovagroup.com)

SGX Stock Code: **5EC**

**FIRST QUARTER UNAUDITED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021**

Pursuant to the Notice of Compliance in relation to the requirement to perform quarterly reporting issued by Singapore Exchange Regulation Pte Ltd (“**SGX RegCo**”) on 6 February 2020, the Company is required to continue with the quarterly reporting of its unaudited financial statements under Rule 705(2C) of the Singapore Exchange Securities Trading Limited Listing Manual with effect from 7 February 2020.

**PART I INFORMATION REQUIRED FOR QUARTERLY (1Q, 2Q & 3Q), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS**

1(a)(i) **A consolidated income statement and statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	<b>GROUP</b>		
	<b>3 months ended</b>		
	<b>31/03/2021</b> <b>(“Q1 FY2021”)</b> <b>(Unaudited)</b> <b>S\$</b>	<b>31/03/2020</b> <b>(“Q1 FY2020”)</b> <b>(Unaudited)</b> <b>S\$</b>	<b>Increase /</b> <b>(Decrease)</b> <b>%</b>
Revenue	-	-	N.M.
Other income	<b>8,244</b>	386	>100.0
Employee benefits expense	<b>(257,391)</b>	(223,356)	15.2
Depreciation	<b>(19,187)</b>	(35,554)	(46.0)
Other operating expenses	<b>571,259</b>	(1,054,777)	(>100.0)
Finance costs	<b>(817)</b>	(1,286)	(36.5)
Share of loss of joint venture	-	(3,796)	(>100.0)
<b>Profit/(Loss) before tax</b>	<b>302,108</b>	(1,318,383)	(>100.0)
Income tax expense	-	-	N.M.
<b>Profit/(Loss) for the period</b>	<b>302,108</b>	(1,318,383)	(>100.0)
Other comprehensive income:			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Currency translation differences arising from consolidation	<b>(800,843)</b>	529,433	(>100.0)
<b>Total comprehensive loss for the period</b>	<b>(498,735)</b>	(788,950)	(36.8)
<b>Profit/(Loss) attributable to:</b>			
Equity holders of the Company	<b>195,785</b>	(1,009,740)	(>100.0)
Non-controlling interest	<b>106,323</b>	(308,643)	(>100.0)
	<b>302,108</b>	(1,318,383)	
<b>Total comprehensive loss attributable to:</b>			
Equity holders of the Company	<b>(404,847)</b>	(612,665)	(33.9)
Non-controlling interest	<b>(93,888)</b>	(176,285)	(46.7)
	<b>(498,735)</b>	(788,950)	

Note: N.M. denotes not meaningful.

**1(a)(ii) Notes to the Consolidated Statement of Profit or Loss and Other Comprehensive Income**

**Profit / (Loss) net of tax is arrived at after charging / (crediting) the following items:**

	<b>GROUP</b>		
	<b>3 months ended</b>		<b>Increase / (Decrease) %</b>
	<b>31/03/2021 (Unaudited) S\$</b>	<b>31/03/2020 (Unaudited) S\$</b>	
Interest income on bank deposits	(108)	(26)	>100.0
Rental and operating leases	8,303	37,498	(>100.0)
Lease liability interest expense	817	1,286	(36.5)
Impairment on VAT receivables	2,401	13,861	(82.7)

Note: N.M. denotes not meaningful.

**1(b)(i) Statement of Financial Position of the Group and the Company**

	GROUP		COMPANY	
	31/03/2021	31/12/2020	31/03/2021	31/12/2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	S\$	S\$	S\$	S\$
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	1,062,286	1,716,593	688,800	1,375,256
Other receivables	70,924	125,479	20,732	49,121
Amounts due from subsidiaries	-	-	13,933,108	13,608,487
Other current assets	43,255	62,133	25,794	39,401
	<b>1,176,465</b>	<b>1,904,205</b>	<b>14,668,434</b>	<b>15,072,265</b>
<b>Non-current assets</b>				
Investments in subsidiaries	-	-	6	6
Investment in a joint venture	-	-	-	-
Property, plant and equipment	121,940	131,950	91,237	99,441
Intangible assets	36,027,632	36,027,632	-	-
Right-of-use assets	52,684	60,541	52,684	60,541
	<b>36,202,256</b>	<b>36,220,123</b>	<b>143,927</b>	<b>159,988</b>
<b>Total assets</b>	<b>37,378,721</b>	<b>38,124,328</b>	<b>14,812,361</b>	<b>15,232,253</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Other payables	5,118,896	5,350,348	1,405,251	1,535,623
Lease liabilities	23,663	39,083	23,663	39,083
	<b>5,142,559</b>	<b>5,389,431</b>	<b>1,428,914</b>	<b>1,574,706</b>
<b>Non-current liabilities</b>				
Lease liabilities	30,603	30,603	30,603	30,603
Deferred income tax liabilities	6,138,610	6,138,610	2,954	2,954
	<b>6,169,213</b>	<b>6,169,213</b>	<b>33,557</b>	<b>33,557</b>
<b>Total liabilities</b>	<b>11,311,772</b>	<b>11,558,644</b>	<b>1,462,471</b>	<b>1,608,263</b>
<b>NET ASSETS</b>	<b>26,066,949</b>	<b>26,565,684</b>	<b>13,349,890</b>	<b>13,623,990</b>
<b>EQUITY</b>				
Share capital	48,750,905	48,750,905	48,750,905	48,750,905
Currency translation reserve	1,947,280	2,547,912	-	-
Accumulated losses	(28,155,186)	(28,350,971)	(35,401,015)	(35,126,915)
<b>Total equity attributable to owners of the Company</b>	<b>22,542,999</b>	<b>22,947,846</b>	<b>13,349,890</b>	<b>13,623,990</b>
<b>Non-controlling interest</b>	<b>3,523,950</b>	<b>3,617,838</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>26,066,949</b>	<b>26,565,684</b>	<b>13,349,890</b>	<b>13,623,990</b>

**1(b)(ii) Aggregate amount of Group's Borrowings and Debt Securities**

	31/03/2021 (Unaudited)		31/12/2020 (Audited)	
	Secured S\$	Unsecured S\$	Secured S\$	Unsecured S\$
<b>Amounts repayable within one year or less or on demand:</b>				
- Loans from Executive Director <sup>1</sup>	-	<b>575,000</b>	-	575,000

<sup>1</sup> The loans from Executive Director are unsecured, interest-free and repayable on demand.

**Details of any collateral**

Nil

**1(c) Consolidated Statement of Cash Flows**

	GROUP	
	3 months ended 31/03/2021 (Unaudited) S\$	3 months ended 31/03/2020 (Unaudited) S\$
<b>Cash flows from operating activities</b>		
Profit/(Loss) before tax for the period	302,108	(1,318,383)
Adjustments for:		
Depreciation	19,187	35,554
Lease liabilities interest	817	1,286
Interest income	(108)	(26)
Impairment loss on VAT and other receivables	2,401	13,861
Share of loss of joint venture	-	3,796
Allowance for/(Write-back of) unutilised leave	1,156	(40,746)
Unrealised currency translation (gains)/losses	(802,163)	526,850
Operating cash flows before changes in working capital	(476,602)	(777,808)
Changes in working capital:		
Other receivables and other current assets	71,031	(93,500)
Other payables	(240,354)	(512,572)
Cash used in operating activities	(645,925)	(1,383,880)
Interest received	108	26
<b>Net cash used in operating activities</b>	(645,817)	(1,383,854)
<b>Cash flows from financing activities</b>		
Lease liabilities interest paid	(817)	(1,286)
Proceeds from issuance of convertible redeemable bonds	-	950,000
Interest-free loan from director	-	440,000
Payment of principal portion of lease liabilities	(7,673)	(22,856)
<b>Net cash (used in)/provided by financing activities</b>	(8,490)	1,365,858
<b>Net decrease in cash and cash equivalents</b>	(654,307)	(17,996)
Cash and cash equivalents at beginning of financial period	1,716,593	77,882
<b>Cash and cash equivalents at end of financial period</b>	1,062,286	59,886

**1(d)(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.**

<b>GROUP</b>	<b>Share capital (Unaudited)</b>	<b>Capital reserve (Unaudited)</b>	<b>Currency translation reserve (Unaudited)</b>	<b>Accumulated losses (Unaudited)</b>	<b>Non- controlling interest (Unaudited)</b>	<b>Total equity (Unaudited)</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
Balance at 1 January 2021	48,750,905	-	2,547,912	(28,350,971)	3,617,838	26,565,684
Profit for the period	-	-	-	195,785	106,323	302,108
Other comprehensive income for the period	-	-	(600,632)	-	(200,211)	(800,843)
Total comprehensive loss for the period	-	-	(600,632)	195,785	(93,888)	(498,735)
Balance at 31 March 2021	48,750,905	-	1,947,280	(28,155,186)	3,523,950	26,066,949

<b>GROUP</b>	<b>Share capital (Unaudited)</b>	<b>Capital reserve (Unaudited)</b>	<b>Fair value reserve (Unaudited)</b>	<b>Currency translation reserve (Unaudited)</b>	<b>Accumulated losses (Unaudited)</b>	<b>Non- controlling interest (Unaudited)</b>	<b>Total equity (Unaudited)</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
Balance at 1 January 2020	42,161,116	130,524	(7,779,920)	499,896	(14,313,606)	4,336,594	25,034,604
Loss for the period	-	-	-	-	(1,009,740)	(308,643)	(1,318,383)
Other comprehensive income for the period	-	-	-	397,075	-	132,358	529,433
Total comprehensive loss for the period	-	-	-	397,075	(1,009,740)	(176,285)	(788,950)
Transactions with owners, recognised directly in equity:							
- Convertible redeemable bonds - equity component	-	(39,479)	-	-	-	-	(39,479)
Transactions with owners, recognised directly in equity	-	(39,479)	-	-	-	-	(39,479)
Balance at 31 March 2020	42,161,116	91,045	(7,779,920)	896,971	(15,323,346)	4,160,309	24,206,175

<b>COMPANY</b>	<b>Share capital (Unaudited)</b>	<b>Capital reserve (Unaudited)</b>	<b>Accumulated losses (Unaudited)</b>	<b>Total equity (Unaudited)</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
Balance at 1 January 2021	48,750,905	-	(35,126,915)	13,623,990
Loss for the period, representing total comprehensive loss	-	-	(274,100)	(274,100)
Balance at 31 March 2021	48,750,905	-	(35,401,015)	13,349,890

<b>COMPANY</b>	<b>Share capital (Unaudited)</b>	<b>Capital reserve (Unaudited)</b>	<b>Accumulated losses (Unaudited)</b>	<b>Total equity (Unaudited)</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
Balance at 1 January 2020	42,161,116	130,524	(31,675,157)	10,616,483
Loss for the period, representing total comprehensive loss	-	-	(345,890)	(345,890)
Convertible redeemable bonds – equity component	-	(39,479)	-	(39,479)
Balance at 31 March 2020	42,161,116	91,045	(32,021,047)	10,231,114

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, 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 share 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 current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There was no change in the share capital of the Company as at 31 March 2021. There were no outstanding convertibles as at 31 March 2021.

**1(d)(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 excluding treasury shares as at 31 March 2021 and 31 December 2020 were 6,744,247,542 shares.

**1(d)(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.

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

Not applicable.



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

The figures have neither been audited nor reviewed 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.

**3(A). 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.

This is not required for any audit issue that is material uncertainty relating to going concern.

(a) Not applicable.

(b) Not applicable.

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

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation as those used for the most recent financial statements for the financial year ended 31 December 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.**

The Group has adopted all the applicable new, revised and interpretations of Singapore Financial Reporting Standards (International) ("**SFRS(I)**") which became effective for the financial year beginning on or after 1 January 2021. The adoption of these new and revised SFRS(I) has no significant effect to the Group's accounting policies and amounts reported for the current and previous financial periods.

**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.**

	3 months ended	
	31/03/2021	31/03/2020
<b>Earnings/(Loss) per ordinary share of the Group after deducting any provision for preference dividends (Singapore cent per share):</b>		
(a) Based on weighted average number of ordinary shares on issue; and	0.003	(0.023)
(b) On a fully diluted basis	0.003	(0.023)
Weighted average number of ordinary shares outstanding for basic loss per share	6,744,247,542	4,407,339,976

7. **Net asset 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.**

	GROUP		COMPANY	
	31/03/2021 (Unaudited)	31/12/2020 (Audited)	31/03/2021 (Unaudited)	31/12/2020 (Audited)
Net asset value per ordinary share based on issued share capital at the end of:	<b>0.39 cent</b>	0.39 cent	<b>0.20 cent</b>	0.20 cent

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.**

**A) Review of the Group's Results**

Other income increased by approximately S\$7,900 or >100.0% from S\$386 for Q1 FY2020 to S\$8,244 for Q1 FY2021. This was mainly due to the payouts from Jobs Support Scheme received from the Singapore Government which was part of the Coronavirus Disease 2019 (“**COVID-19**”) business support measures provided by the Singapore Government. The payout was received in March 2021.

Employee benefits expense increased by approximately S\$34,000 or 15.2% from S\$223,000 for Q1 FY2020 to S\$257,000 for Q1 FY2021. This was mainly due to the write-back of allowance for unutilised leave in Q1 FY2020. There was no such write-back in Q1 FY2021.

Depreciation expense decreased by approximately S\$16,000 or 46.0% from S\$35,000 for Q1 FY2020 to S\$19,000 for Q1 FY2021. The decrease in depreciation was mainly due to fully depreciated assets in FY2020 that were no longer being depreciated in the current reporting period.

Analysis of the Group's Other Operating Expenses are as follows:

	<b>GROUP</b>			
	<b>3 months ended</b>			
	<b>31/03/2021</b>	<b>31/03/2020</b>	<b>Increase/(Decrease)</b>	
	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>S\$</b>	<b>%</b>
	<b>S\$</b>	<b>S\$</b>		
Directors' fee	<b>33,000</b>	39,000	(6,000)	(16.3)
Consultancy fees	<b>227,418</b>	231,776	(4,358)	(1.9)
Exchange (gain)/loss	<b>(965,539)</b>	598,644	(1,564,183)	(>100.0)
Insurance expense	<b>11,921</b>	11,957	(36)	(0.3)
Impairment loss on VAT and other receivables	<b>2,401</b>	13,861	(11,460)	(82.7)
Pilot production expenses	<b>4,543</b>	-	4,543	N.M
Professional fees	<b>50,355</b>	96,217	(45,862)	(47.7)
Rental expense	<b>8,303</b>	37,498	(29,195)	(77.9)
Listing related expenses	<b>12,500</b>	10,483	2,017	19.2
Office utilities and expenses	<b>10,649</b>	2,813	7,836	>100.0
Repair and maintenance	<b>1,669</b>	1,176	493	41.9
Others	<b>31,521</b>	11,352	20,169	>100.0
	<b>(571,259)</b>	1,054,777	(1,626,036)	(>100.0)

The decrease in operating expenses was mainly due to the exchange gains recorded for Q1 FY2021, which arose mainly from the unrealised exchange gains arising from the revaluation of Reenova Rare Earth (Malagasy) S.A.R.L.U's loan payable of approximately Malagasy Ariary ("**MGA**") 75.2 billion to Reenova Holding (Mauritius) Limited as at 31 March 2021. The loan payable was mainly denominated in EUR and USD currencies. MGA appreciated by approximately 5.6% and 1.1% against EUR and USD respectively during Q1 FY2021 as compared to Q1 FY2020 where MGA depreciated by approximately 1.9% and 3.4% against EUR and USD respectively.

Finance costs decreased by approximately S\$500 or 36.5% from S\$1,300 for Q1 FY2020 to S\$800 for Q1 FY2021. The decrease was mainly due to the monthly payment of the Singapore office and photocopier leases, thus reducing the interest expense recognised on the lease liabilities portion of these leases.

In FY2020, the Group made a full impairment on its investment in Straits Hi-Rel Pte Ltd ("**SHR**") based on its net carrying amount after recognising its share of losses of the joint venture for FY2020. Thus, no share of loss of the joint venture was recognised in Q1 FY2021 as full impairment has been made in FY2020.

Loss before tax decreased by approximately S\$1.62 million or >100% from a loss before tax of S\$1.32 million for Q1 FY2020 to a profit before tax of S\$302,000 for Q1 FY2021. This was mainly due to the decrease in other operating expenses as explained above.

## B) Review of the Group's Financial Position

Current assets decreased by approximately S\$728,000 or 37.9% from S\$1.90 million as at 31 December 2020 to S\$1.18 million as at 31 March 2021. This was mainly due to (i) decrease in cash and cash equivalents from S\$1.72 million as at 31 December 2020 to S\$1.06 million as at 31 March 2021 due net cash flows used in operating activities of S\$646,000; and (ii) decrease in other receivables due to refund of rental deposit from the former landlord.

Current liabilities decreased by approximately S\$247,000 or 4.5% from S\$5.39 million as at 31 December 2020 to S\$5.14 million as at 31 December 2020. The decrease was mainly due to payments made to the service providers in Q1 FY2021.

## C) Review of the Group's Cash Flows

Cash and cash equivalents decreased by approximately S\$654,000 or 38.4% from S\$1.72 million as at 31 December 2020 to S\$1.06 million as at 31 March 2021. The decrease was mainly due to net cash flows used in operating activities of S\$646,000.

### Status on the Utilisation of Proceeds Raised from Placement of 979,000,000 New Ordinary Shares as at 31 March 2021

The Company refers to the net placement proceeds of approximately S\$2.51 million raised from the placement of 979,000,000 new ordinary shares in the capital of the Company (the "**Placement**") that was completed in November 2020.

As at 31 March 2021, the status on the use of the net placement proceeds in S\$'000 is as follows:

	<b>Amount Utilised S\$'000</b>
Repayment of existing creditors	838
Commencing the next phase of works for the Company's rare earth project	54
General working capital	598*
Total utilisation of net proceeds raised from placement of shares	<b>1,490</b>

\* The breakdown of the amount utilised for general working capital is as follows:

	<b>S\$'000</b>
Wages, salaries and other short-term employee benefits and employer's contributions to defined contribution plans	272
Office and warehouse rental	19
Professional fees (including legal, secretarial, investor relations)	200
Listing related expenses	15
Office expenses	40
Insurance premiums	2
Others	50
<b>Total</b>	<b>598</b>

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

Not applicable. No forecast statement was previously disclosed to shareholders. There was also no deviation noted from the prospect statement for the fourth quarter and the financial year ended 31 December 2020 (“**Q4 FY2020**” and “**FY2020**”).

**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 ongoing global pandemic continues to limit business activities and travels across borders. The Government of Madagascar declared a state of health emergency on 3 April 2021 and extended the state of health emergency for a further 15 days from 3 May 2021.<sup>1</sup>

Meanwhile, the Group continues to engage in regular discussions with the respective professional teams with regards to the necessary preparations for the commencement of pilot production at the mine site, as well as regular follow-ups with the Madagascar Mining Cadastral on the progress of the Group’s application for the full mining licence of the 238km<sup>2</sup> concession area in north-western Madagascar, Africa that hosts rare earth oxides (the “**Rare Earth Project**”).

The Company is monitoring the COVID-19 situation closely and looks forward to having the respective professional teams travel to Madagascar to commence pilot production as soon as possible. At the same time, the Group continues to actively engage in discussion with various parties to secure additional funding to further develop the Rare Earth Project to bring it to commercialisation.

The Company will continue to keep shareholders updated on any material developments as and when they arise.

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Source: <sup>1</sup> <https://madagascar-tourisme.com/en/travel-alerts-for-madagascar/>

**11. Dividend**

**(a) Current Financial Period Reported On**

Any interim (final) dividend declared (recommended) for the current financial period reported on?

None.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

**12. If no dividend has been declared/recommended, a statement to that effect.**

No interim dividend has been declared or recommended for the financial period ended 31 March 2021 as the Group intends to conserve cash to fund its operating activities and furthermore, the Company is in an accumulated loss position as at 31 March 2021.

**13. Interested Person Transactions**

The Group has no general mandate for interested person transactions under Rule 920(1) of the SGX-ST Listing Manual.

**14. Details of exploration (including geophysical surveys), development and/or production activities undertaken by the Company and a summary of the expenditure incurred on those activities, including explanations for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated.**

There were no exploration and production activities conducted by the Group during the financial period ended 31 March 2021. The Group is in the process of making further funding arrangements and planning the next phase of work that includes trial leaching, pilot production, feasibility studies, engineering studies and environmental impact assessments.

The use of funds/cash for Q1 FY2021 and a projection on the use of funds/cash for Q2 FY2021 are set out as follows:

	Use of funds/cash for Q1 FY2021	Projection on use of funds/cash for Q2 FY2021
	S\$'000	S\$'000
Exploration and evaluation activities	12	67
General working capital	716	526
<b>Total:</b>	<b>728</b>	<b>593</b>

**15. Negative Assurance Confirmation On Half Yearly/Quarterly Financial Results Pursuant To Rule 705(5) Of The Listing Manual**

The Board confirms that to the best of its knowledge, nothing has come to its attention which may render the financial results for the first quarter ended 31 March 2021 to be false or misleading in any material aspect.

**16. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1) of the SGX Listing Manual**

The Company confirms that it has procured undertakings from all its Directors and Executive Officers pursuant to Rule 720(1) of the SGX Listing Manual.

On behalf of the Board  
**REENOVA INVESTMENT HOLDING LIMITED**

**CHEN TONG**  
 Executive Chairman and Director  
 14 May 2021