SEN YUE HOLDINGS LIMITED
Registration Number 200105909M
(Incorporated in the Republic of Singapore)

RESPONSES TO FURTHER QUERIES IN RELATION TO REQUISITION TO CONVENE AN EXTRAORDINARY GENERAL MEETING

*Capitalised terms not defined herein shall have the meanings ascribed to them in the Company's announcements dated 21 April 2020 and 27 April 2020 titled "Requisition to Convene an Extraordinary General Meeting pursuant to Section 176 of the Companies Act (Cap. 50) of Singapore" and "Responses to Queries in relation to Requisition to Convene an Extraordinary General Meeting" respectively (the "**Announcements**").*

The Board of Directors (the "**Board**") of Sen Yue Holdings Limited (the "**Company**" and together with its subsidiaries (the "**Group**") wishes to announce that it had on 27 April 2020 and 28 April 2020 received further queries from the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") in relation to the Announcements. The queries and the Company's responses are set out below.

Queries	**Company's Responses**
1) Overdue accounts receivables:	
a) What is the percentage of overdue accounts receivables to be written off?	This query will be addressed in a separate announcement to be released by the Company.
b) Is it material to the Group's financials?	This query will be addressed in a separate announcement to be released by the Company.
c) What are the external auditors' views on the long overdue accounts receivables?	This query will be addressed in a separate announcement to be released by the Company.
d) Will the upcoming HY2020 financial results be reviewed by the external auditors?	This query will be addressed in a separate announcement to be released by the Company.
2) Internal Auditors ("**IA**"):	
a) Who are the appointed IA? When were they appointed?	Messrs Foo Kon Tan Advisory Services Pte Ltd ("**FKT**") had been the Group's IA since 2016. The IA's scope of work had been on annual rotation for the Group. FKT was originally appointed on 28 February 2020 for the 2020 audit of SMC's procurement and payment cycle. On 20 March 2020, the Audit Committee had requested for IA to expand its scope of work for SMC as detailed in the response to 2b) below.
b) What was the scope of the IA?	The expanded scope of SMC's internal audit covers the following areas: • Procurement and Payment

	• Expenditure • Sales and Collections • Cash and Bank Covenants • Payroll The objective of the internal audit is to assist the Audit Committee and management of the Company to ascertain whether SMC has adequate systems of controls and processes.
c) Did the IA review the transactions stated in the response? e.g. the S$95,110 fengshui services, JV agreement – the S$3m being proposed by Mr Koh Mia Seng to be spent and capitalized by SMC, S$40K monthly rental, etc.	Yes, FKT has reviewed the transactions stated in the Company's response to the SGX's queries in relation to requisition to convene an extraordinary general meeting as announced on 27 April 2020, including the fengshui services engaged and the joint venture agreement. An aggregate of 7 findings were reported, of which two were classified as "High Risk" and five were classified as "Medium Risk". A summary of the findings is provided below: <u>High risk</u> 1) Significant overdue accounts receivables; and 2) Lack of clarity over the terms of the Joint Venture Agreement <u>Medium risk</u> 1) Weaknesses in procurement processes; 2) Supplier invoice not invalidated upon payment; 3) Absence of documented approval for trade procurement price; 4) Expense claims not clearly substantiated; and 5) Policies and procedures to be updated and/or formally adopted. Along with the findings, the IA has provided its recommendations for SMC's implementation. The Company has accepted and will implement the recommendations in due course.
d) When are the findings of the IA?	The findings of the IA were in relation to the fieldwork undertaken in March 2020, covering the period from March 2019 to February 2020.
3) The new Independent Directors ("**IDs**"):	
a) The Financial Controller of SMC, Mr Qiu Miaojun, introduced the new proposed IDs Mr Chay Yiowmin ("**Mr Chay**") and Ms Gwendolyn Gn ("**Ms Gn**"). Which Companies did they previously work in?	Ms Gn was an independent director from 2017 to 2019, and Mr Qiu was previously the senior group finance manager from 2016 to 2019, of Libra Group Limited. Mr Chay has been the current non-executive director of Libra Group Limited since 2019.
b) Please disclose the Nominee Committee's opinions and justifications in the shareholders'	The NC had in the Company's response to SGX's queries announced on 27 April 2020 disclosed its assessment on the proposed appointment of the new Independent Directors and its opinion on the efficacy of the proposed new Board. The same will be disclosed in the shareholders' circular to be issued in relation to the proposed appointment of the new Independent Directors.

circular in relation on the proposal appointment on the new IDs.	
c) Please disclose the past and current directorships of Mr Chay and Ms Gn.	

Details of Present Directorships for Mr Chay

From	To	Company	Executive Director/Independent Director
2013	Present	UMS Holdings Limited	Independent Director
2019	Present	Metech International Limited	Independent Director
2019	Present	Libra Group Limited	Non-Executive Director
2014	Present	8I Holdings Limited	Non-Executive Director
2014	Present	Voxpace Pte Ltd	Director
2015	Present	Roxana Shipping Pte Ltd	Director
2012	Present	Ksenja Pte Ltd	Director
2012	Present	Xemaco Group Pte Ltd	Director
2018	Present	2YSL Pte Ltd	Director
2020	Present	Vanfoankang Investment Pte Ltd	Director
2020	Present	Vanfo Hino Holdings Pte Ltd	Director
2020	Present	Wanlongxingyi Holdings Pte Ltd	Director

Details of Directorships for last 5 years for Mr Chay – Since April 2015

From	To	Company	Executive Director/Independent Director
2013	2015	Citicode Limited	Independent Director
2015	2018	RS Platou Finans Singapore Pte Ltd (Struck Off)	Director
2012	2017	Seafox Asia Pacific Management Pte Ltd	Director
2012	2017	Seafox Asia Pacific Pte Ltd	Director
2012	2015	Chaspark Maritime Holdings Pte Ltd	Director

2012	2015	Chaspark Maritime Pte Ltd	Director
2013	2015	Global Air Compass Singapore Pte Ltd (Struck Off)	Director
2013	2015	He Rui Feng Trading (Singapore) Pte Ltd (Struck Off)	Director
2017	2020	TSU Investment Pte Ltd	Director
2015	2016	Dahua Technology Singapore Pte Ltd	Director
2016	2017	Jampur Far East Pte Ltd	Director

Details of Present Directorships for Ms Gn

From	To	Company	Executive Director/Independent Director
05/05/2016	Present	UMS Holdings Limited	Independent Director
02/05/2019	Present	Darco Water Technologies Limited	Independent Director
09/12/2019	Present	Tata Engineering Services Pte Ltd	Nominee Director

Details of Past Directorships in the last 5 years for Ms Gn – Since April 2015

From	To	Company	Executive Director/Independent Director
24/02/2011	12/05/2015	Shooklin Advisory Services Pte. Ltd.	Director (Company struck off with effect from 12 May 2015)
12/12/2017	23/07/2019	Libra Group Limited	Independent Director

d) Was there any disciplinary actions taken against the companies when Mr Chay and Ms Gn are/were on Board? If so, how were they involved?	Mr Chay and Ms Gn confirmed that there were no disciplinary actions taken against the companies when both Mr Chay and Ms Gn are/were on the companies' respective boards.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

KOH MIA SENG
Executive Chairman
29 April 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST. 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. Gillian Goh, Director, Head of Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and Email: sponsorship@ppcf.com.sg).