



GREEN BUILD TECHNOLOGY

GREEN BUILD TECHNOLOGY LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No.: 200401338W)

RESPONSE ANNOUNCEMENT TO SGX-ST QUERIES

The Board of Directors (the “**Board**”) of Green Build Technology Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) would like to clarify the queries raised by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 16 April 2021 with reference to the Company’s announcement of 14 April 2021 titled “Emphasis of matter on the audited financial statements for the financial year ended 31 December 2020” (the “**Announcement**”). The queries from the SGX-ST and the Company’s responses are as follows:

- (i) **We refer to the announcement issued by the Company on 14 April 2021 entitled "Emphasis of matter on the audited financial statements for the financial year ended 31 December 2020" (the "Announcement"). Please disclose the following:-**
- a) **the Board of Directors’ assessment of the Group’s ability to continue operating as a going concern and the bases for the said assessment;**
 - b) **the Board of Directors’ opinion as to whether trading of the Company’s shares should be suspended pursuant to Listing Rule 1303(3); and**
 - c) **the Board of Directors’ confirmation as to whether sufficient information has been disclosed to enable trading of the Company’s shares to continue in an orderly manner; and the bases for its views.**

Company’s Response:

- a) With reference to Notes 3 and 28 to the financial statements for FY2020, an excerpt of which is attached to the Announcement, the Board is of the opinion that the Company and the Group are able to continue as a going concern. The basis of the Board’s opinion is as follows:
 - (i) certain related parties (entities in which the executive chairman has substantial financial interests) have agreed to unconditionally provide continuous financial assistance to the Group to enable it to meet its obligations and to carry on its business for a period of not less than fifteen months from 1 March 2021. Further information on these related parties is set out below, and in the Company’s earlier announcement dated 9 April 2021;
 - (ii) as disclosed in Note 28, the Group has been and will be monitoring closely with the government agency of the People’s Republic of China (the “**PRC**”) on the collections pursuant to service concession agreements;
 - (iii) while there have been delays in the cost finalisation of phase one of the underground utility project which affects the Group’s collections from the government agency of the PRC, the General Office of Harbin Municipal

People's Government has on 29 January 2021 approved the payment of RMB66.90 million of subsidies, which was received by the Group on 1 April 2021. The Board is therefore of the view that they would be able to receive the full subsidies that the Group is entitled to; and

- (iv) in addition, the Group monitors its headcounts, operating costs and overheads closely with the aim of reducing unnecessary expenses. The Group shall adopt initiatives that help to conserve cashflows and improve profits outcomes in the interests of the shareholders.

The Board also notes that the Independent Auditors have not disagreed with the Company's use of the going concern assumption in the preparation and presentation of the financial statements of the Group for financial year ended 31 December 2020.

- b) In view of the Board's response to query (a) above, the Board is of the considered opinion that the trading in the Company's shares should not be suspended pursuant to Rule 1303(3).
- c) The Board is of the view that sufficient information has been disclosed to enable trading of the Company's shares to continue in an orderly manner. The Board is not aware of any material information that requires disclosure but remains undisclosed as of the date of this announcement. The Company will update shareholders as and when there are any material developments which require the necessary disclosure under the Listing Manual of the SGX-ST.

- (ii) **It is disclosed in the Announcement that, "Certain related parties (entities in which the executive chairman has substantial financial interests) have agreed to unconditionally provide continuous financial assistance to the Group and the Company to enable the Group and the Company to meet their obligations and to carry on their business for a period of not less than fifteen months from 1 March 2021".**

Please disclose (i) the identity of these related parties; (ii) the form of continuous financial assistance; and (iii) how the Board is satisfied that these related parties will have the sufficient financial resources to enable the Group and the Company to meet their obligations and to carry on their business for a period of not less than fifteen months from 1 March 2021.

Company's Response:

- (i) The related parties are as follows:
 - a. Harbin Licai Plastic Products Co. Limited;
 - b. Harbin Shenghe Culture Media Co. Limited; and
 - c. Heilongjiang Chuangmeng Shizheng Public Facilities Management Co. Ltd.

The above related parties are controlled by the Company's Chairman and Executive Director, Mr. Zhao Lizhi ("**Mr. Zhao**").

- (ii) The related parties have agreed that up to no earlier than 31 July 2022, they shall provide financial support to the Group to enable it to meet its financial obligations as and when they fall due so that the Group will continue to operate as a going concern. The related parties shall also not call for repayment of any financial support until at least 31 July 2022.

- (iii) The Board has reviewed the audited financial statements of these related parties for the year ended 31 December 2020 and is of the view that these related parties have the financial ability to provide financial support to the Group to enable it to meet its financial obligations as and when they fall due so that the Group will continue to operate as a going concern.

In addition, as these related parties are controlled by Mr. Zhao, the Board is confident that Mr. Zhao will ensure that support is provided to the Group where necessary, whether in his own capacity, through these related parties or through other companies controlled by him. The Board has also assessed, and believes that Mr. Zhao has the financial capability to fund the Company as and when required. In this regard, the Board refers to item 3 of its earlier announcement dated 9 April 2021.

By Order of the Board

Wu Xueying

Chief Executive Officer and Executive Director
21 April 2021