BROOK CROMPTON HOLDINGS LTD.

(the "Company") (Co. Reg. No. 194700172G) (Incorporated in the Republic of Singapore)

RESPONSES TO SGX QUERIES ON THE UNAUDITED FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

The Board of Directors (the "Board") of Brook Crompton Holdings Ltd. (the "Company" and together with its subsidiaries, the "Group") refers to the announcement released by the Company via SGXNet on 26 February 2021 in relation to the Unaudited Results Announcement for the Financial Year Ended 31 December 2020 (the "Results Announcement").

The Board is pleased to provide the Company's response to the queries raised by SGX-ST in respect of the Results Announcement as follows:-

Query (a): Please explain the decrease in property, plant and equipment from \$6,149,000 as at 31 Dec 2019 to \$5,301,000 as at 31 Dec 2020

Company's Response:

The decrease in property, plant and equipment mainly due to additional depreciation of \$840,000 charged in 2020. At the same time, derecognition of right-of-use assets of \$118,000, results from the sub-lease arrangement.

Query (b): Please explain the decrease in lease liabilities (non-current) from \$3,567,000 as at 31 Dec 2019 to \$2,905,000 as at 31 Dec 2020

Company's Response:

The decrease in lease liabilities (non-current) mainly due to repayment of obligation under leases in 2020.

Query (c): Please provide a breakdown of trade and other payables as at 31 Dec 2020 and 31 Dec 2019 respectively.

Company's Response: Breakdown of Trade and other Payables

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	Group		Company	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Trade Payables				
- Third parties	3,628	2,508	-	-
- Related corporations	4,492	4,617	-	-
	8,120	7,125	-	-
Non-trade amounts due to:				
- Immediate holding Company	-	-	6	1
- a subsidiary	-	-	-	13
- related corporations	380	342	2	2
	380	342	8	16
Accrued staffs costs	788	607	47	24
Accrued operating expenses	373	365	128	161
Value-added tax payables	510	608	-	-
	10,171	9,047	183	201

Query (d): Please explain why interest income amounted to only \$26,000 during the financial year ended 31 Dec 2020 when the Company has significant cash and cash equivalents amounting to \$19,279,000

Company's Response:

Most of Company's cash and cash equivalents are maintain in operating bank accounts and denominated in different foreign currencies. There was no interest bearing in business operating accounts. Besides, principal banks only offer placement of time deposits in local currency. Hence, not much interest income derived as most of Company's cash and cash equivalents are in foreign currencies.

For and on behalf of the Board **BROOK CROMPTON HOLDINGS LTD.**

Pang Xinyuan Non-Executive Chairman

12 March 2021