

CHARISMA ENERGY SERVICES LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 199706776D)

MONTHLY UPDATE

*Unless otherwise defined, all capitalised terms used in this announcement which are not defined herein shall have the same meanings ascribed to them in the announcements by Charisma Energy Services Limited (the “**Company**”) dated 13 March 2020, 18 May 2020 and 17 June 2020 in relation to the updates on the going concern assessment, announcement dated 31 May 2020 on the release of the Company’s annual report for financial year ended 31 December 2019, announcement dated 10 June 2020 on the release of the Company’s first quarter results for the financial period ending 31 March 2020, announcement dated 14 August 2020 on the release of the Company’s second quarter results for the financial period ending 30 June 2020, announcement dated 13 November 2020 on the release of the Company’s third quarter results for the financial period ending 30 September 2020, announcements dated 21 August 2020, 28 August 2020, 15 September 2020, 20 November 2020 and 24 December 2020 in relation to the proposed disposal of shares in Rising Sun Energy Private Limited, the circular dated 15 September 2020 and the monthly update announcements dated 2 October 2020, 4 November 2020, 3 December 2020, 5 January 2021, 3 March 2021 and 16 April 2021 (collectively the “**Previous Announcements**”).*

The Board of Directors (the “**Directors**” or the “**Board**”) of the Company and together with its subsidiaries (the “**Group**”), refers to its Previous Announcements and would like to update the following since the previous monthly update announcement on 16 April 2021:

- 1) The Group has obtained the necessary qualification from the relevant authorities to qualify the Group for payments for the remaining one out of the three mini hydro plant in Sri Lanka that had its PPA extended for another five years.
- 2) The Group continues to follow up on the government subsidies in relation to the China photovoltaic power plant (“**PRC Solar**”). As part of the Company’s divestment strategy, the Company remains in preliminary talks with potential buyers for the PRC Solar.
- 3) In relation to the completed disposal of all of the Company’s effective interest of 48.45% in the issued and paid-up share capital of Rising Sun Energy Private Limited, the Company remains committed to working towards satisfying the remaining post-completion conditions in order to receive the remaining consideration. However, it is expected that progress will be further delayed due to current the COVID situation in India.
- 4) As announced on 17 May 2021, the Group has entered into a settlement agreement with Whitesea Shipping & Supply (LLC) FZC (“**WSS**”) pursuant to which, the Group will dispose of four vessels (“**Vessels**”) to WSS. The Group is expected to receive a total consideration sum of US\$4,000,000 over twenty instalments. This is in line with the Group’s decision to exit the oil and gas services business. The expected cash receivable will also support the Group’s refinancing exercise with its financial institutions.

Since 17 June 2020, trading in the Company’s shares has been suspended under Rule 1303(3)(c) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (the “**SGX**”) (the “**Catalist Rules**”) in view of the uncertainties for the Company to continue as going concern (the “**Trading Suspension**”).

In accordance with Catalist Rule 1304, the Company shall submit proposals through its sponsor to the SGX with a view to resume trading in its securities (the “**Resumption Proposals**”) within 12 months from the date of suspension under Catalist Rule 1303(3)(c).

The Company, through its corporate consultant, is in advance stages of negotiation with an interested investor (“**Potential Investor**”) to secure new cash funding for the Group¹. However, the Company expects that further time is required to finalise discussions with the Potential Investor and lenders. Therefore, the Company intends to seek an extension of time for submission of Resumption Proposals to SGX RegCo.

¹ Shareholders should note that the any potential investment remains subject to, amongst others, the entry into definitive documentation. There is no certainty or assurance that definitive documentation will be entered into or that any potential investment will be undertaken at all.

In accordance with Catalist Rule 704(22), the Company will continue to update its shareholders via SGXNet regarding the financial situation of the Company and its subsidiaries. The Company will make further announcements as and when there are material developments.

Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company. Shareholders and potential investors who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Tan Wee Sin
Company Secretary
27 May 2021

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

The contact person for the Sponsor is Ms Ng Shi Qing, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.