



GREEN BUILD TECHNOLOGY

GREEN BUILD TECHNOLOGY LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No.: 200401338W)

UPDATE ON THE COMPANY'S BUSINESSES IN LIGHT OF THE COVID-19 PANDEMIC

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Green Build Technology Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to update its shareholders on the impact of the coronavirus disease 2019 (“**COVID-19**”) pandemic to the Group’s business in China.

2. UPDATE ON THE GROUP'S OPERATIONS

- 2.1. The closure of the Group’s physical office for an extended Chinese New Year break as a result of the COVID-19 pandemic has impacted the Group’s operations. The impact includes, *inter alia*, the following: (i) delay to the project acceptance and cost finalisation of phase one of the Company’s underground utility tunnel project by the respective government; (ii) the continuation of the construction of phase two of the Company’s underground utility tunnel project; and (iii) uncertainty in securing and undertaking of new sustainable development projects in light of project owners choosing to delay commencement of such projects during this period.
- 2.2. China is slowly allowing business owners to commence business again, and accordingly the Group has gradually resumed its operations in line with the government’s directives. However, the Company wishes to caution that as at the date of this announcement, there is an increase in new cases of COVID-19 in the Heilongjiang province where the Group’s business operates. As a result, the government departments in the province are not fully operational at this time. This may affect the Group’s collection of subsidies from the Chinese government for its insulation project in the second quarter of 2020, and for phase one of its underground utility tunnel project following the project acceptance and cost finalisation in the second quarter of 2020, which may in turn affect the fulfilment of the Group’s upcoming obligations. The Group has been and will be monitoring closely with the respective government departments on the collection of subsidies.
- 2.3. Nevertheless, and as will be highlighted in the Company’s unaudited full year financial statements for the financial year ended 31 December 2019 (the “**FY2019 Financial Statements**”), the Group has, *inter alia*, managed to renew an outstanding bank loan of RM40.0 million on 15 April 2020, with progressive repayment term and final maturity on 14 April 2023. The Company will also work closely with its major suppliers and subcontractors in the settlement of related obligations. The Board does not foresee any issue with the Group being able to continue as a going concern.
- 2.4. The Company’s FY2019 Financial Statements will be announced shortly and the Company will continue to communicate with shareholders on a regular basis through these updates.
- 2.5. The Group shall continue to take health and safety precautions to protect its employees, and conduct its operations in line with the directives from the Chinese government.

3. TRADING CAUTION

Shareholders and potential investors of the Company 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 of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Wu Xueying

Chief Executive Officer and Executive Director

29 April 2020