

RENAISSANCE UNITED LIMITED

(Company Registration No. 199202747M)

Incorporated in Singapore

COMPANY UPDATE – SUBSIDIARY HUBEI ZONGLIANHUAN ENERGY INVESTMENT MANAGEMENT INC (“HZLH”)

The Board of Directors (the “**Board**”) of Renaissance United Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) wishes to inform shareholders of the Company (“**Shareholders**”) that its China operations based in Hubei province, China (“**China Operations**” or “**HZLH**”), have been negatively impacted by Winter gas shortages.

As a result of gas shortages, the China Operations have had to supplement their piped gas supply with LNG, which is subject to market spot pricing. As reported in Reuters⁽¹⁾ on 4 Jan 2021, December 2020 saw prices peak to three-year highs. However, the China Operations are not able to pass the increased supply prices to end-users as their pricing is regulated by the respective local governments of the Hubei province.

Consequently, the China Operations’ cost of sales will see a sharp increase, and it is expected to have an adverse impact on HZLH’s and the Group’s Q3 results due to be released on or before 17 March 2021.

The Company will monitor the situation closely and will make further announcements to update Shareholders of any material developments as and when they arise.

By Order of the Board

James Blythman
Executive Director and Chief Financial Officer
8 January 2021

1. (<https://www.reuters.com/article/china-gas-winter/china-gas-price-surge-likely-shortlived-as-winter-supply-measures-kick-in-idUSL4N2JA0U7>)