

SHS HOLDINGS LTD.

(Company Registration No. 197502208Z)
(Incorporated in the Republic of Singapore)

UPDATE ON THE PROPOSED DESIGN, CONSTRUCTION, OPERATION AND MAINTENANCE OF A 50MW CAPACITY SOLAR POWER PLANT BY HDFC SINPOWER LIMITED, A SUBSIDIARY OF THE COMPANY, AT SUTIAKHALI, MYMENSINGH DISTRICT, BANGLADESH

1 INTRODUCTION

The Board of Directors (“**Board**”) of SHS Holdings Ltd. (“**Company**”) refers to its earlier circular to shareholders dated 10 May 2016 (“**Circular**”) and its announcements dated 19 October 2016, 23 October 2018, 26 December 2018, 20 February 2019, 22 September 2019 and 31 October 2019 (“**Earlier Announcements**”) in relation to the Solar Project. Unless specifically defined, all capitalised terms used herein shall have the same meanings as ascribed to them in the Circular and Earlier Announcements.

In the Earlier Announcement of 20 February 2019, the Board had announced that unless there be a Further COD Extension, non-completion by the Company’s project company HDFC of the Solar Project by the Extended Planned Commercial Operations Date (currently being 31 October 2019), constitutes a default pursuant to the terms of the PPA and the Implementation Agreement which the Board has been advised may result in BDPD terminating the respective agreements.

2 PROJECT UPDATE

As per the 22 September 2019 announcement, HDFC has entered into various contracts with certain contractors (“**EPC Contracts**”) with a view to supporting the application of the COD extension. The EPC contractors have since commenced working on the Solar Project and HDFC is negotiating with the relevant authorities. We are pleased to update that it has obtained the COD Extension, issued by the Power Department under the Ministry of Power, Energy and Minerals Resources of the Government of the People’s Republic of Bangladesh on 21 January 2020, for an extension of time for achieving Commercial Operation for the construction of the Solar Power Plant by 30 June 2020.

3 OTHER MATTERS

Shareholders are advised to read this announcement and any further announcements by the Company carefully. There is no certainty or assurances as at the date of this announcement that the Solar Project will be successfully concluded. Shareholders should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board

Ng Han Kok, Henry
Executive Director and Group Chief Executive Officer
22 January 2020