

ENECO ENERGY LIMITED
(the “Company”)
(Co. Reg. No. 200301668R)
(Incorporated in the Republic of Singapore)

Quarterly Update Pursuant to Rule 1313(2) of the Listing Manual

Eneco Energy Limited (the “Company” and together with its subsidiaries, the “Group”) was placed on the Watch-List under the Financial Entry Criteria pursuant to Rule 1311(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“SGX-ST”) (“Listing Manual”) on 4 December 2019. The Company has 36 months from 4 December 2019 (the “Deadline”) to meet the requirements of Listing Rule 1314(1).

The Company had received a letter from SGX-ST on 12 October 2022 that it has no objections to granting an extension of time of up to 1 December 2023, subject to certain waiver conditions which the Company had satisfied on 12 October 2022.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors (the “Board”) wishes to provide an update on its efforts and the progress made in meeting the Financial Exit Criteria as set out in Rule 1314(1) of the Listing Manual in respect of the quarter ended 31 December 2022.

Update on Efforts for Satisfying Financial Exit Criteria

The Group had achieved major milestones in the 12 months ended 31 December 2022. The Group’s net equity had improved and changed from a S\$5.4 million net liabilities position as at 31 December 2021 to a net asset position of S\$20.1 million as at 31 December 2022.

The Group had made concerted efforts and had achieved steady progress in improving the overall financial health of the Group. Major initiatives undertaken included:

- i. Completion of a major restructuring exercise by exiting the highly risky and unprofitable Oil & Gas business segment following the disposal of Ramba Energy Investments Limited as announced on 22 August 2022. This will stem further losses from the Oil & Gas business.
- ii. Strengthened its financial position following the successful completion of its ordinary shares and warrants placement exercise on 1 September 2022, receiving S\$16.6 million of equity injection from investors.
- iii. Secured resumption of trading for the Company’s shares on the Exchange on 6 September 2022.
- iv. Completion on the disposal of PT Richland Indonesia on 14 February 2023. This will allow the Group to exit the logistics business in Indonesia to focus on new investments that can generate higher profitability and better returns as the Group has not received any substantial form of returns from the investment in Indonesia.

The Company continues to look out for alternative revenue, profit streams from new investments and achieving larger market capitalisation.

Update on the Unaudited Financial Performance and Financial Position

As at 31 December 2022, the Group recorded revenue of S\$32.0 million as compared with \$28.4 million in the last corresponding period, a 13% improvement. Net current assets position had improved from a net current liabilities position of S\$11.4 million as at 31 December 2021 to a net current assets position of S\$14.3 million as at 31 December 2022.

For further information, please refer to the announcement of the unaudited financial statements of the Group for the period ended 31 December 2022 for an update on the Group’s financial position and any material developments that may have an impact on its financial situation.

For and on behalf of the Board

Gwee Chee Kiang
Chief Executive Officer
28 February 2023