



Company Registration No. 200301668R

MEDIA RELEASE

For Immediate Release

ENECO ENERGY TO ACQUIRE A STAKE IN HOE HENG GROUP OF COMPANIES

- *The Hoe Heng Group of Companies are profitable and would be accretive to EEL's Group revenues and profits.*
- *EEL would gain an "in-house" refurbishment and maintenance team for its logistics fleets.*
- *The enlarged EEL Group following the proposed acquisition would provide better services for its customers and result in higher margins from internal synergies and economies of scale.*

Singapore, 16 August 2023 – ENECO ENERGY LIMITED ("EEL" or the "**Company**") and together with its subsidiaries, the "**Group**") is pleased to announce that its wholly owned subsidiary, Eneco Singapore Pte Ltd has entered into two Shares Sale and Purchase Agreements ("**Agreements**") to acquire an effective 48% stake in Hoe Heng Private Limited ("**HHPL**"), 60% in Hoe Heng Ricas Private Limited ("**HHR**") and 60% in Hoe Heng Industrial Engineering (M) Sdn. Bhd. ("**HHIE**"). The total consideration of \$9,626,560 would be satisfied by S\$9,026,560 in cash and S\$600,000 by the issuance of 30 million new ordinary shares of the Company at a price of S\$0.02, subject to the terms and conditions of the Agreements. HHPL, HHR and HHIE together referred to as the Hoe Heng Group of Companies.

The Hoe Heng Group of Companies carry on the business of manufacturing of motor vehicle bodies (coachwork), trailers and semi-trailers, installation of industrial machinery and equipment, mechanical engineering works, repair and maintenance of motor vehicles and manufacturing of chassis platforms. The Hoe Heng Group of Companies have an established track record and history and their businesses have been profitable.

The proposed acquisition is subject to several conditions precedent to be satisfied including the approval of shareholders of the Company at an extraordinary general meeting to be convened and also the approval of the Singapore Exchange Securities Trading Limited.

Mr. Ngo Yit Sung, Executive Director of EEL, said: "This is a major strategic step in our development plans. With the proposed acquisition, we would gain an "in-house" refurbishment and maintenance team that can devote and commit resources towards maintaining our logistics fleets at competitive rates and ensure high performance levels of these fleets. The acquisition will also be accretive to the Group revenues and profits. The enlarged Group following the proposed acquisition would provide better services for our customers and result in higher margins from internal synergies and economies of scale."

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About Eneco Energy Limited (www.enecoenergy.com)

Eneco Energy Limited ("Eneco Energy" or the "Group") is listed on the Singapore Exchange (SGX) and is the holding company of RichLand Logistics Services Pte Ltd in Singapore. The Group has been in the logistics services sector since 1992 under the brand of **RichLand Logistics**.



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Eneco Energy is actively exploring to grow its logistics business and strengthen its market position while looking into business diversification for new markets. RichLand Logistics is a leading logistics solutions provider, providing premier end-to-end logistics services customised to the clients' requirements. It has in-depth experience and strong market presence in Singapore and provides supply chain services including inbound and outbound transportation activities, distribution management, seaport and airport cargo handling services. With the in-house tailor-made apps, RichLand Logistics is driving change and challenging the way the industry functions. RichLand Logistics now employs around 350 staff, fulfilling more than 30,000 deliveries each month. RichLand Logistics is equipped with a modern transport fleet of more than 150 trucks, trailers and manages more than 250,000 sq ft of warehousing capacity.

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