

**OKH GLOBAL LTD.**  
(Company Registration Number: 35479)  
(Incorporated in Bermuda)

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**RESPONSE TO SGX QUERY**

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In response to the query from Singapore Exchange Securities Trading Limited (“SGX-ST”) through their RegCo Submissions dated 16 February 2021, the Board of Directors of OKH Global Ltd (the “Company”) wishes to provide the following information in respect of the Company’s announcement dated 10 February 2021 as set out below:

**SGX-ST’s Query 1:**

Please disclose a breakdown and the nature of current trade and other payables amounting to S\$16.206 million as at 31 December 2020. For other payables, please disclose the nature of these other payables and whether the counterparties are related parties.

**Company’s Response:**

<b>Nature</b>	<b>Amount (S\$’000)</b>
Trade payables to third parties	S\$220
Other payables	
Deposits (third parties)	S\$4,694
Accrued project cost	S\$1,227
Advance receipts (third parties)	S\$1,528
Accrued interest from shareholder loans (related party)	S\$6,968
Accrued operating expenses (third parties)	S\$1,101
Others (third parties)	S\$468
<b>Total</b>	<b>S\$16,206</b>

**SGX-ST’s Query 2:**

Please disclose the reason(s) for the increase in trade and other payables as at 31 December 2020 to S\$16.206 million from \$9.508 million when revenue and business activities of the Group did not increase in FY2020.

**Company’s Response:**

	<b>31 December 2020 (S\$’000)</b>	<b>30 June 2020 (S\$’000)</b>
<b>Current liabilities</b>		
Trade and other payables	S\$16,206	S\$9,508
<b>Non-current liabilities</b>		
Other payables	-	S\$5,914
<b>Total</b>	<b>S\$16,206</b>	<b>S\$15,422</b>

The other payables of S\$5.914 million as at 30 June 2020 was reclassified to current liabilities as it pertains to the accrued interest to shareholder loans. Total trade and other payables

increased by S\$784,000 mainly due to additional accrued interest from shareholder loans as a 6 months period had lapsed since 30 June 2020.

**SGX-ST's Query 3:**

We note that the share of profits of associates decreased to S\$1.11 million in HY2021 due to the sale of an investment property in Korea, resulting in no rental revenue from this asset. Please disclose further information pertaining to the sale of the investment property in Korea, including when the sale was made, the sale price of the property, whether the property was sold to related parties, whether the property was sold at a profit or loss to its book value, and any other information which the Company considers material and to be disclosed pursuant to Mainboard Listing Rule 703.

**Company's Response:**

The sale of an investment property in Korea by our associate to an unrelated third party was completed in end of August 2019 for S\$100.6 million (KRW86 billion). The investment property was sold at a gain of S\$22.7million (KRW19.4 billion). The gain was previously reflected in the Group's share of profits of associates in FY2019 full year results to reflect the higher fair value based on the executed sales and purchase agreement.

**SGX-ST's Query 4:**

We note that loans from a shareholder was reclassified to current liabilities as at 31 December 2020. Please disclose the terms of the shareholder loan and the reason for the reclassification of the loan.

**Company's Response:**

The loans from shareholder bears interest of 4.8% per annum and is due for repayment in July 2021, hence it is reclassified as current liabilities as at 31 December 2020.

**SGX-ST's Query 5:**

We note that the net working capital of the Group is a deficit amounting to S\$88.26 million as at 31 December 2020. Please disclose whether the Group will be able to meet its short term obligations to repay the loans and its other short term obligations as and when they fall due. Please also provide the basis of the Board's views and assessment.

**Company's Response:**

The Board and management is confident of further extending the repayment date of the shareholder loans as the shareholder has been showing continued support to the Group since 2016. The Board and management is also in the midst of negotiating with the financial institution on the waiver of the covenant as well as potential re-financing of the bank loan which is classified as current liabilities.

**SGX-ST's Query 6:**

We note that the Group owns a diverse portfolio of development and investment properties and may monetise some of these assets through sales strengthen the financial strength of the

Group as it explores new business opportunities. Please elaborate on the Group's plans to monetise these assets and the new business opportunities that the Group intends to pursue.

**Company's Response:**

The Group is in the business of real estate development, sales and investment. It regularly markets its assets with sales agents and engage in discussions and negotiations with potential buyers who might be interested in the Group's assets. The company has in recent years explored new business opportunities in cold chain warehousing, healthcare, hospitality and oil and gas, but these opportunities have not come to fruition. The Group will continue to keep a lookout for other business opportunities and will make an announcement when appropriate if new business opportunities become sufficiently developed.

**BY ORDER OF THE BOARD**

LOCK WAI HAN  
Executive Director and Chief Executive Officer  
18 February 2021