
RESPONSES TO SUBSTANTIAL AND RELEVANT QUESTIONS RECEIVED FOR THE ANNUAL GENERAL MEETING TO BE HELD ON 5 JUNE 2020

The Board of Directors of BH Global Corporation Limited (the “**Company**”) together with its subsidiaries (the “**Group**”) wishes to provide responses to substantial and relevant questions raised by its shareholders for the Company’s Annual General Meeting to be held on 5 June 2020 as follows:

Question	Response
<p>1. We are heartened to see that our company is profitable, what is the board philosophy on dividend?</p>	<p>The Company is committed to returning value to shareholders through the issuance of dividends when circumstances permit. The Company is continuing with its transformation journey through the on-going diversification of its operations as well as the introduction of digitalising, electrification and environmental initiatives. These initiatives are planned to take the Group forward and to ensure business continuity into the future. Many of these initiatives are in their early stages and it will be prudent for the Company to conserve financial resources towards ensuring successful pursuit of these initiatives. The Company looks forward to issuing dividends once the implementation of the new initiatives reaches stability and when the Group may reduce its reliance on borrowings to fund its mid to long-term growth.</p>
<p>2. Among the various businesses of our company, which is/are the more promising business in year 2020 and 2021?</p>	<p>As part of its restructuring efforts, the Company has removed non-strategic and non-viable businesses over the past few years and has chosen to focus on selected strategic businesses that are complementary across the Group’s operations, and which have potential for future growth. For FY2020 and FY2021, the Electrical and Technical Supply, and Integration Engineering divisions are expected to continue to do well, such being attributable to the positive demand for marine scrubber installations driven by International Maritime Organisation (“IMO”) regulations; however the growth in FY2020 is likely to be affected by the outbreak of COVID-19. The Infrared and Thermal Sensing Technology division has also seen increased demand for its Mass Fever Screening System in FY2020 due to the COVID-19 pandemic.</p>

<p>3. Are there any plans to monetise or unlock value of any of the more promising invested business?</p>	<p>The Company is open to exploring opportunities to monetise its investments should such opportunities arise. In the meantime, the Company is focused on growing its operations and to enhance the valuations of its businesses in order to maximize returns to shareholders when monetisation activities occur in the future.</p>
<p>4. On hand we have quite a varied number of businesses, are there plans to continue this path?</p>	<p>The current businesses are strategic and complementary across the Group's operations and which have potential for future growth. The Company's focus is to grow and to enhance the value of these businesses. The Company will not be looking towards new investments or further diversification of its operations unless there are compelling reasons to do so that will enhance returns to shareholders.</p>
<p>5. How is the overall outlook for the next 12 months?</p>	<p>The macro environment remains challenging with many uncertainties. The full impact of COVID-19 remains unknown with concerns of further waves of infection even as countries start to lift restriction measures. Oil prices remain volatile and the situation with global excess shipping capacities continue. Global interest rates also remain depressed. Such macro environmental uncertainties do pose challenges to the Company's operations and growth plans.</p> <p>Despite these challenges, the Company remains confident of continued growth. COVID-19 has brought opportunities to the Company's Mass Fever Screening System. Increasing global awareness and action in climate change has also set the path for Green technologies to do well and the Group is participating in this journey through its Green LED solutions and electric propulsion initiatives.</p>
<p>6. What are some of the safeguards in place in relation to the Executive Chairman and Chief Executive Officer of the Company being the same individual?</p>	<p>The Board comprises three Independent Directors and two Executive Directors, and has a strong Independent element. In addition, major board committees such as the Audit Committee, Nominating Committee and the Remuneration Committee are chaired by Independent Directors. The Lead Independent Director, Mr Loh Weng Whye, coordinates and leads Board discussions on sensitive issues.</p>



BY ORDER OF THE BOARD

Vincent Lim Hui Eng
Executive Chairman and Chief Executive Officer
3 June 2020