

UOB-KAY HIAN HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

Company Registration No. 200004464C

Response to SGX Queries Regarding FY2020 Financial Results

The Board of Directors of UOB-Kay Hian Holdings Limited, in response to SGX RegCo's queries on 5 March 2021 with regard to the Company's FY2020 financial results for the year ended 31 December 2020, wish to provide additional information as follows:

SGX RegCo's queries

On page 3 of the Company's FY2020 results, the Company disclosed non-current trade and other receivables amounting to \$223.1 million as at 31/12/2020 compared to \$45.1 million as at 31/12/2019. Please disclose:

- (i) why there is a significant increase in non-current trade and other receivables;
- (ii) the breakdown of the Group's trade and other receivables (where applicable);
- (iii) the nature of the non-current receivables; and
- (iv) the Board's assessment of the recoverability of the non-current trade and other receivables.

Company's replies

- (i) There has been an overall increase in term loans advanced in 2020. Those loans made included loans with tenures beyond 12 months. Such activities are part of the company's ordinary course of business.
- (ii) The Group's trade and other receivable comprise trade related items only. Sundry receivables are booked under "other assets".
- (iii) These are balances under structured loans with maturity longer than 1 year.
- (iv) These non-current trade receivables are well conducted and up to date in terms of loan instalment and interest repayments. None of the structured loans are in default or in arrears. The loans are adequately backed by collateralised assets which are sufficiently liquid and if exit is required, could be easily liquidated to repay our loans. On this basis, the board is confident on the recoverability of these assets.

By Order of the Board

UOB-Kay Hian Holdings Limited

Josephine Goh
Company Secretary
9 March 2021