



SHANAYA LIMITED
(Co. Reg. No. 199804583E)
(Incorporated in the Republic of Singapore)

PRESS RELEASE

BUSINESS COLLABORATION WITH ALPHA GRACE ENVIRO-TECH PTE LTD ON WASTE TO ENERGY PROJECT

SINGAPORE, 1 SEPTEMBER 2022 - The Board of Directors (the “**Board**”) of Shanaya Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) is pleased to announce that its wholly-owned subsidiary, Shanaya Environmental Services Pte Ltd (“**SES**”), has on 1 September 2022 signed a business collaboration agreement (“**BCA**”) with Alpha Grace Enviro-Tech Pte Ltd (“**AGE**”) (SES or AGE, each individually referred as “**Party**”, collectively as “**Parties**”) to jointly promote and market globally a waste treatment system (“**AMP System**”) that is capable of treating various kinds of waste (including but not limited to industrial, commercial, municipal, toxic, and biomedical waste) and transforming them into recovered energy and ash for safe disposal.

The AMP System is a proprietary plasma waste treatment system owned by AGE which has a track record of developing, designing, engineering, building and operating it in Singapore and China. It is capable of treating approximately 1 to 5 metric tons of industrial, commercial, municipal and biomedical waste per day. The AMP System converts 100% of contaminated and unwanted solid waste into approximately 5% safe ash. The residual ash can be recycled into green building material or as agriculture mixture. The system generates energy recovery in the form of electricity or heat while processing waste in an environmentally safe and green manner. SES and AGE collaboration is a step forward for both parties in their mission to promote the Circular Economy in Singapore.

The collaboration shall involve AGE delivering and setting up an AMP System at SES’s premises located at 27 Kian Teck Drive, Singapore 628844 (“**Premises**”) for demonstration purpose (“**Demo Set**”) over a trial period of 1 year (“**Trial Period**”). In hosting the Demo Set at the Premises, SES shall provide the requisite supply of utilities, diesel, feed waste (including but not limited to general waste, toxic waste and biomedical waste), consumables and manpower to operate it during the commissioning, test run and demonstration. The collaboration positions SES well to reap potential benefits as follows:

- a) after the Trial Period, SES shall be granted an option to acquire the Demo Set at a price to be mutually agreed, taking into account SES’s assessment of the system’s performance, feasibility and treatment capacity and subject to approval being obtained from relevant authorities;
- b) during the Trial Period, AGE may introduce new clients to SES at an agreed introduction fee or commission fee to support SES’s new business in the provision of biomedical waste management services;
- c) SES stands to earn royalty for every AMP System sold based on agreed percentages of the sales invoice value over a 5-year period from date of successful commissioning of the Demo Set; and
- d) the BCA provides a platform for SES to further partner with AGE on any other potential renewable energy projects in future.

The BCA affirms the Parties' intention and commitment to collaborate for mutual business benefit. It does not constitute a monetary contract or to create any legal obligation on either Party, but only to express the Parties' intention to enter into good faith co-operation aimed at the Parties' mutual benefit reflecting the roles and scopes described therein towards the BCA. Therefore, the BCA does not create any binding obligations or liabilities of any kind on behalf of any Party except for certain obligations including but not limited to the following:

- i) the BCA shall take effect for 5 years from the date of signing with the option for extension by mutual agreement of the Parties;
- ii) the BCA can only be terminated if either Party experiences circumstances of financial exigency that would affect its ability to participate in the BCA; and
- iii) under the BCA, AGE is allowed to sell the AMP System globally but not allowed to sell to any party in Singapore other than to SES for the purpose of treating bio-medical waste. In return, SES agrees on the purchase of the first AMP demonstration unit from AGE subject to acceptable condition of the unit's functionality with aftersales service warranty, and upon SES exceeding its current capacity of 2 tons per day, and purchase of subsequent AMP systems from AGE only and not from any overseas suppliers for the treatment of bio-medical waste in Singapore.

The Group's entry into the BCA is not expected to have a material impact on the earnings per share or net tangible assets per share of the Group for the current financial year ending 31 December 2022.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the BCA, save for their respective shareholdings in the Company (if any).

The Company will make such further announcement(s) to keep shareholders informed, as and when there are material updates or developments in connection with the BCA.

- END -

Issued on behalf of Shanaya Limited by:

Waterbrooks Consultants Pte Ltd

Tel: (+65) 6958 8008 (M) +65 9338 8166

Wayne Koo wayne.koo@waterbrooks.com.sg

Ng Tian Khean tk@waterbrooks.com.sg

This press release has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

The contact person for the Sponsor is Mr. Shervyn Essex, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.

About Shanaya Limited

Established in 2002, Shanaya Limited ("**Shanaya**" or the "**Company**") is a home-grown waste management company, specialising in the collection, transfer, and disposal of waste for industrial and commercial clients, primarily serving the shipping and cruise industries in Singapore.

Shanaya currently owns and operates two waste management facilities with a combined waste handling capacity of 250 tonnes per day and waste storage capacity of 550 tonnes per day. It provides general waste and e-waste collection, sorting, storage, resource recovery and disposal services, treatment and disposal of selected toxic industrial waste, and explosives (pyrotechnics) management services.

Shanaya embraces the “Circular Economy” approach which promotes resource sustainability through continually reusing resources. This approach supports our Singapore Green 2030 plan, addressing global environmental challenges, notably climate change, biodiversity loss, increasing waste volume and pollution. The Company is constantly exploring regenerative opportunities to recycle or upcycle all kinds of waste in a bid to recover resources and give them a new life.

The company is listed on the Catalist board of the Singapore Exchange on 19 August 2021 through a successful reverse takeover of CPH Ltd.

For more information, please visit <https://www.shanayagroup.com/>.
