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HYGIEIA GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1650)

QUARTERLY UPDATE ON SUSPENSION OF TRADING

This announcement is made by Hygieia Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 and Rule 13.24A of the Rules (the “**Listing Rules**”) governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to the announcements (the “**Announcements**”) of the Company dated 18 and 31 March 2021; 1, 9 and 22 April 2021; 12 May 2021; 30 June 2021; 30 September 2021 and 31 December 2021 in relation to, among others, (i) the delay in publication of audited annual results announcement for the year ended 31 December 2020; (ii) the suspension of trading of shares of the Company with effect from 9:00 a.m. on 1 April 2021; (iii) the Resumption Guidance received from the Stock Exchange; (iv) the appointment of independent professional advisor; and (v) quarterly updates on suspension of trading. Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcements.

BUSINESS OPERATIONS

The Group is an established general cleaning service provider in the environmental services industry headquartered in Singapore with operations in both Singapore and Thailand. The Group primarily provides general cleaning works for a variety of public and private venues including medical centres, shopping malls, commercial and industrial buildings, schools, hotels, private condominiums as well as public access areas in town councils in Singapore. In Thailand, the Group provides general cleaning works for private customers at private residences, offices and industrial buildings.

The business operations of the Group are continuing as usual in all material respects. As at the date of this announcement, the Group has 267 ongoing service contracts, excluding one-off contracts, with outstanding contract sums of approximately S\$52.2 million. The Board will continue to assess and monitor the impact of the suspension of trading (if any) on the operations and financial performance of the Company.

PROGRESS ON THE FULFILMENT OF THE RESUMPTION GUIDANCE

Pursuant to Rule 13.24A of the Listing Rules, the Board wishes to update the shareholders and potential investors of the Company that, as at the date of this announcement, the latest development on the progress of the Company's efforts to fulfil the Resumption Guidance are as follows:

Progress of the Investigation

As disclosed in the Company's announcements dated 12 May 2021 and 30 June 2021, the Company has appointed SLA as the independent professional advisor to conduct an Investigation into the Audit Issues. As at the date of this announcement, SLA has issued a close to final draft of its investigation report. The Company will separately announce the findings of the Investigation, the impact on the Company's business operations and financial position (if any), and remedial actions, which are subject to further assessment by the Board. The Board will endeavour to do so as soon as practicable in due course.

The 2020 Audit, 2021 Audit and the publication of the 2020 Audited Annual Results and 2021 Audited Annual Results

As the audit process for the annual results of the Group for the year ended 31 December 2020 had not been completed, the Company published its annual results and its unaudited annual consolidated financial information of the Group on 31 March 2021. Notwithstanding the 2020 Audit had not yet been completed, as the Audit Issues are unrelated to the interim results of the Group for the six months ended 30 June 2021 (the "**2021 Interim Results**") and as such, the Company duly published its 2021 Interim Results as reviewed by the Audit Committee on 31 August 2021, to ensure the shareholders of the Company may still be kept informed of the Group's financial performance.

Since HLB's appointment as the Company's auditor on 20 April 2021, the Company and the Audit Committee have maintained close communications with HLB in relation to the 2020 Audit with the view of ensuring HLB is provided with the necessary information and response as quickly as possible to complete the 2020 Audit. In light of the effort made by the Company and the Audit Committee and given the process of the Investigation, HLB has advised that they target to complete the 2020 Audit for publication of the 2020 Audited Annual Results by the end of April 2022.

After due and careful consideration, and in particular in light of the fact that the 2020 Audit has yet been completed, which would have an impact on the figures in the financial results of the Group for the year ended 31 December 2021, the Board is of the view that it would not be appropriate for the Company to publish the unaudited financial results of the Group for the year ended 31 December 2021 at this stage, as it may not be complete and reflect a true and fair view of the actual financial performance and position of the Company. Therefore, it would be more prudent and in the interest of the shareholders of the Company as a whole and potential investors for the Company to publish the audited annual results for the year ended 31 December 2021 (“**2021 Audited Annual Results**”), after the publication of the 2020 Audited Annual Results.

The Company and the Audit Committee will endeavour to publish the 2021 Audited Annual Results as soon as possible after the publication of the 2020 Audited Annual Results, the expected timeframe of which is subject to further assessment by the Board.

CONTINUED SUSPENSION OF TRADING

Trading in the shares of the Company on the Stock Exchange has been suspended with effect from 9:00 a.m. on 1 April 2021 pending the publication of the announcement in relation to the 2020 Audited Annual Results by the Company and will remain suspended until the Company fulfils the resumption guidance issued by the Stock Exchange on 22 April 2021. The Company will publish further announcement(s) to inform the shareholders of the Company of its progress in complying with the resumption guidance, any significant developments in respect of the publication of the 2020 Audited Annual Results and the 2021 Audited Annual Results, and the expected dates for the publication of the 2020 Audited Annual Results and the 2021 Audited Annual Results, as and when appropriate, as well as quarterly updates on its development pursuant to Rule 13.24A of the Listing Rules.

By order of the Board
Hygieia Group Limited
Toh Eng Kui
Chairman

Singapore, 31 March 2022

As at the date of this announcement, the executive Directors are Mr. Toh Eng Kui, Mr. Hong Rui Sheng and Mr. Peh Poon Chew; and the independent non-executive Directors are Mr. Koh How Thim, Mr. Tan Wu Hao and Mr. Wong Yuk.