

Dear Issuer,

Beaver Entech Limited (the “Company” or “B3L”)

Re: Periodic Disclosure Query

We refer to the Annual Financial Report lodged on 19th September 2017 on which NSX has made below observations.

- a. Revenue* reported for the period ended 30 June 2017 is USD126,262, which is substantially lower compared to USD590,040 for the period ended 30 June 2016.

The financial statements do not have supporting notes for the material change in the Revenue.

NSX also notes that no announcements have been made by the Company supporting the significant change in the Revenue for the period before the reporting date.

- b. We refer to the Key Audit Matters** of the 2017 Annual Report on Page 3, Investment in Subsidiaries*** reported for the period ended 30 June 2017 is USD934,500 which is significantly higher than the Company's total assets of USD683,104 for the period ended 30 June 2017.

*Revenue information can be found on Page 9 of the 2017 Annual Report - [Link](#)

**Key Audit Matters can be found on Page 3 of the 2017 Annual Report - [Link](#)

***Investment in Subsidiaries information can be found on Page 7 of the 2017 Annual Report - [Link](#)

In relation to the above observations please respond to the below questions.

1. Can the Company please provide information supporting the material change in its Revenue? Please confirm when the Company first become aware of the information.
2. In relation to the Investment in Subsidiaries, the Company is requested to provide distribution of USD934,500 amount reported in 2017 annual report.

Name of subsidiaries	Investment allocated to the subsidiary	Date of the investment	Revenue forecast from the investment (30/06/2017 to 30/06/2018)
CP Envisol Sdn. Bhd.			
Beaver Solutions Sdn. Bhd.			
Beaver Pineapple Sdn. Bhd.			

3. We note that Investment in subsidiaries of USD934,500 is a significantly higher than company's total assets of USD683,104. Please advise why there were no announcements made by the entity for Investment in Subsidiaries.
4. Does the Company believe it is in compliance with Listing Rule 6.4 as the financial position of the group has significantly changed from the period ended 30 June 2016 to the period ended 30 June 2017 without any information being released to the market supporting the significant change in the financial position?
5. Please provide a summary, in the form of a comparative table, of the results and of the assets and liabilities of the group, for the last 5 financial years according to NSX Listing Rule Section IIA 6.9(9).

Your response should be sent to me directly no later than 4pm on 27th February 2018. Your response will be released to the market along with a copy of this letter. If you wish to discuss the content of your response, please do not hesitate to contact me as soon as possible.

Please be reminded that the Issuer must comply with Chapter 6CA of the Corporations Act and Listing Rules Section IIA 6.4, 6.5 and 6.5A under continuous disclosure.

22 February 2018
Beaver Entech Limited
c/- Kensington Secretaries Ltd
Kensington Gardens
No U 1317, Lot 7616
Jalan Jumidar Buyong
Malaysia

Listing Rule 6.4

The NSX continuous disclosure rule states:

Generally, and apart from compliance with all the specific requirements, the issuer shall keep the Exchange informed without delay, for dissemination of any information relating to the group of which it is aware that:

- is necessary to enable the Exchange and the public to appraise the financial position of the issuer and the group;
- is necessary to avoid the establishment of a false market in its securities; or
- a reasonable person would expect to have a material effect on the price or value of its securities.

Such information must be made available to the Exchange before the time at which any other public announcement of the information is made.

These provisions will be breached by an issuer who intentionally, recklessly or negligently fails to notify the Exchange of information that:

- is not generally available; and
- a reasonable person would expect, if it were generally available, to have a material effect on the price or value of its securities.

Yours sincerely

Ingrid Wei
Market Surveillance Analyst