



PROCURRI CORPORATION LIMITED
(Company Registration No.: 201306969W)
(Incorporated in the Republic of Singapore)

**RESPONSE TO QUESTIONS FROM THE SHAREHOLDERS ON THE COMPANY'S FY2024
ANNUAL REPORT**

The Board of Directors (the “**Board**”) of Procurri Corporation Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the annual report of the Company for the financial year ended 31 December 2024 (the “FY2024 Annual Report”). The Company wishes to provide responses to the questions received from the shareholders on the FY2024 Annual Report as follows:

Question 1:

In page 40 of the Annual Report, risks and opportunities are related to climate-related issues. Can the Board provide a risk assessment of trade and tariff-related issues, as well as risk mitigation plans? This is to comply with Principle 9 of the Code of Corporate Governance.

Company's Response:

Climate-related issues, trade and tariff-related risks are part of our broader risk management framework, in line with Principle 9 of the Code of Corporate Governance.

These risks such as changes in trade policies, tariffs, and regulatory requirements are regularly reviewed by the Board and management. To mitigate these risks, we maintain a diversified supplier base, monitor regulatory changes closely and adjust inventory and logistics strategies as needed.

We remain committed to transparent risk management and will continue enhancing disclosures where relevant and appropriate.

Question 2:

Given that 55% of revenue is derived from the US, how is Procurri going to manage the situation of the US tariffs and the reciprocal tariffs from the targeted nations? So far, Procurri has been silent, and shareholders have no visibility regarding the effects of tariffs.

Company's Response:

We acknowledge the concern regarding tariffs, especially given that approximately 55% of our revenue is derived from the US. While the tariff changes imposed by the US and reciprocated by other nations pose challenges to businesses globally, the risk of further changes remains high, and the situation continues to be very fluid. Procurri actively monitors trade policy changes and considers their implications on our operations and margins. As of writing we note the removal of tariffs by the US on most IT hardware products, however, this is subject to change.

Procurri benefits from our global operations, with infrastructure both within and outside of the US. Should tariffs be re imposed, there is no doubt it would reduce the volume of IT hardware imported into the US. In such a scenario, the US may need to become self-sufficient relying on resources available within country. Procurri is well positioned to support this, with a full team and two processing facilities in place. Meanwhile, our team outside the US continue to work hard to identify new opportunities, and the rest of the world remains a highly viable market for us.



While the direct impact to us of the recent tariff changes has not been significant to date, we believe that the imposition or increase of tariffs by the US and other countries will negatively impact businesses globally, including us. We remain vigilant in monitoring the situation and are prepared to adapt quickly. In the event that the situation and the impact to us evolves, we will make further disclosures in compliance with our continuing disclosure obligations.

Question 3:

What do you envisage would be the impact of the tariffs announced by the US and China in the past (few) weeks on Procurri? Please explain and elaborate.

Company's Response:

The recent tariff changes announced by the US and China have added further complexity to the global trade environment. We believe that the tariffs will be negative for the overall global economy. The situation is still evolving given the recency of the changes. It is a highly fluid environment at present. As of writing, tariffs on many of the IT products that Procurri trades in have been removed.

Procurri has strong infrastructure within the US, and should tariffs be reimposed, our team is well equipped to operate self-sufficiently by sourcing products domestically, if necessary.

We will continue to evaluate the situation carefully and provide further updates in accordance with our continuing disclosure obligations if there are material developments on the impact on our business.

Question 4:

What do you envisage would be the impact of the new GPU chip restrictions announced in the past (few) weeks by the USA on Procurri? Will it impact data centre developments and have negative consequences on Procurri? Will it impact artificial intelligence developments and have negative consequences on Procurri? Please explain and elaborate.

Company's Response:

Procurri is cognisant of the recent US export restrictions on GPU chips. Procurri seeks to operate its business in compliance with all applicable laws and regulations. As a participant in the secondary market for GPUs, we recognise the importance of complying with these evolving regulations and monitor the changes on a continuing basis.

To date, GPU technology has not been readily available within the secondary marketplace. However, we are now beginning to see it emerge. Procurri is starting to benefit from this development, working closely with the OEM's on the extraction and resale of GPU assets. We anticipate the GPU marketplace to be an opportunity for Procurri, since we have not historically benefitted from it, any gains moving forward will represent incremental upside.

Question 5:

What do you envisage would be the impact of the new rare earth restrictions announced in the past (few) weeks by China on Procurri? Please explain and elaborate.



Company's Response:

While the recent export restrictions imposed by China on rare earth materials have introduced some uncertainty in the global market, we do not anticipate a significant direct impact on Procurri. Our business primarily deals with refurbished products in the secondary market, and we have diversified our sourcing strategies to mitigate the risks associated with any one region or supply chain.

That said, we continue to closely monitor the evolving situation and will remain vigilant in adapting our processes as needed. Additionally, we are aware of the broader trade environment, including the recent pause by the U.S. administration on the new tariffs for electronics imports. While this provides some relief, the uncertainty regarding the tariff situation and the ongoing levies on certain goods is likely to influence overall markets negatively in the long run.

We remain proactive in finding solutions to ensure minimal disruption to our operations and to our ability to continue providing reliable, cost-effective products and solutions to our customers.

BY ORDER OF THE BOARD
PROCURRI CORPORATION LIMITED

Mathew George Jordan
Executive Director and Chief Executive Officer
18 April 2025