

**Additional questions and answers during 11<sup>th</sup> AGM 2021 (28 June 2021)**

No.	Questions and Answers
Q1	Kindly advise will the company recover back any losses to NAGA 7 incident through underwriter compensation?
A1	Company is currently pursuing the insurance claim proceeds for the loss of NAGA 7 from the Hull & Machinery insurer for the full insured value of the rig on the basis of Constructive Total Loss (“ <b>CTL</b> ”) and in that respect the Company has issued a Notice of Abandonment to the Hull and Machinery underwriters under the Policy.
Q2	What is Velesto biggest challenges ahead besides Covid-19?
A2	<p>The lower crude oil prices and reduction in drilling activities by oil companies.</p> <p>However, the improved outlook for the global economy has contributed to gradual increase in oil prices to <b>above USD60/bbl.</b> since February 2021. We hope steady oil prices will translate to higher CAPEX spending by oil companies and increased demand for drilling services going forward.</p>
Q3	Why not ask employees to sign up with Mysejahtera Covid program? This is because the government is giving the vaccine FOC. In view of Velesto's cost cutting measure and work from home SOP, they can help their company save some money and improve the bottom line.
A3	<p>Various communications have been issued to all Velesto staff (Malaysian and Non-Malaysian in Malaysia) on the importance of vaccination and encouraging them to register through any means available to them.</p> <p>The Company’s COVID-19 Vaccination Programme is part of the Company’s effort to curb the spread of COVID-19 and offers another channel to ensure that all our employees get vaccinated in doing our part to reduce the risk of COVID-19 to our business and employees.</p>