

PAVILLON HOLDINGS LTD.

(Company Registration No. 199905141N)
(Incorporated in the Republic of Singapore)

RESPONSE TO FURTHER QUERY FROM SGX

The Board of Directors (the "Board") of Pavillon Holdings Ltd. (the "Company") refers to the Company's response released on 4 March 2022 relating to the queries raised by SGX in respect to the unaudited financial results for the full financial year ended 31 December 2021 ("FY2021 Financial Statements") released on 25 February 2022.

The Company would like to provide information to further query raised by SGX on 7 March 2022. The Company's reply is as follow:

SGX Query

The Company stated in its response to question 4 of our queries on 4 March 2022 that it has entered into Artificial Intelligence ("AI") car washing machine business in FY2021 and has ordered 35 AI car washing machines at a total cost of S\$900,000. Please disclose the following:

- a. Elaborate and provide details on the AI car washing machine business that the Company entered into in FY2021, including the business model and whether the Company has sought shareholders' approval for the entry into such new business.
- b. Whether the acquisitions of the AI car washing machines constitute a discloseable transaction under Listing Rule 1010. Please quantify the relative figures for Listing Rule 1006. If the acquisitions of the AI car washing machines constitute a discloseable transaction, please explain why the Company had not disclosed these transactions previously.

Company's response

- a. We have obtained shareholders' approval on 27 April 2017 EGM. Please also refer to the announcement dated 27 April 2017.
- b. The purchase of the AI car washing machines is split over 7 suppliers, it was not a lump sum contract. And it was not meant for a single location.

They were deployed to many locations, for example, shopping malls' car park and gas stations.

We view that it is part of our core business. And the single highest value contract is around S\$252K which is not considered a major transaction.

By Order of the Board

Lee Tong Soon
Managing Director

9 March 2022