VIBRANT GROUP LIMITED
Company Registration Number: 198600061G

UPDATE ON LEGAL PROCEEDINGS COMMENCED BY SUBSIDIARIES OF THE GROUP

The board of directors (the "**Board**") of Vibrant Group Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Company's earlier announcement dated 18 January 2023 in relation to the legal proceedings commenced by its subsidiaries, Vibrant Development (Changshu) Co., Ltd (常熟市斐环置业有限公司) ("**Vibrant Development**"), New Vibrant (Jiangsu) Supply Chain Management Co., Ltd (江苏新辉联供应链管理有限公司) ("**New Vibrant Jiangsu**") and Sinolink Financial Leasing Co., Ltd ("**Sinolink Financial**") against a 31% owned Chinese associated company of the Group, Vibrant Pucheng Logistics (Chongqing) Co., Ltd ("**Vibrant Pucheng**").

The Company wishes to update shareholders that following a court-assisted mediation process, the People's Republic of China Court has issued a mediation consent order setting out the following:

1. CLAIM BROUGHT BY VIBRANT DEVELOPMENT AGAINST VIBRANT PUCHENG

(a) Vibrant Pucheng be required to repay Vibrant Development an aggregate amount of RMB 22,371,425.90 ("**Aggregate Repayment Amount 1**"), being the sum of (i) the principal amount of RMB 19,970,000.00 owed to Vibrant Development, and (ii) interest amounting to RMB 2,401,425.90, calculated at the rate of 6% per annum up to 30 June 2023, in the manner as set out in (b) below;

(b) Vibrant Pucheng shall repay Vibrant Development RMB 2,000,000.00 at the end of each month effective from September 2023 until the Aggregate Repayment Amount 1 has been repaid to Vibrant Development in full;

(c) in the event that Vibrant Pucheng fails to make repayment of any instalment in accordance with the repayment schedule set out above for Aggregate Repayment Amount 1, Vibrant Development shall have the right to enforce its rights against Vibrant Pucheng and to demand for immediate repayment of the remaining Aggregate Repayment Amount 1 together with any interest accrued from 1 July 2023 up to the full repayment date, calculated at the rate of 6% per annum; and

(d) Vibrant Pucheng shall bear court fees of RMB 38,414.25 and repay Vibrant Development by 30 September 2023.

2. CLAIM BROUGHT BY NEW VIBRANT JIANGSU AGAINST VIBRANT PUCHENG

(a) Vibrant Pucheng be required to repay New Vibrant Jiangsu an aggregate amount of RMB 112,335,758.21 ("**Aggregate Repayment Amount 2**"), being the sum of (i) the principal amount of RMB 96,460,589.83 owed to New Vibrant Jiangsu, and (ii) interest amounting to RMB 15,875,168.38, calculated at the rate of 6% per annum up to 30 June 2023, in the manner as set out in (b) below;

(b) Vibrant Pucheng shall repay New Vibrant Jiangsu RMB 11,000,000.00 at the end of each month effective from September 2023 until the Aggregate Repayment Amount 2 has been repaid to New Vibrant Jiangsu in full;

(c) in the event that Vibrant Pucheng fails to make repayment of any instalment in accordance with the repayment schedule set out above for Aggregate Repayment Amount 2, New Vibrant Jiangsu shall have the right to enforce its rights against Vibrant Pucheng and to demand for immediate repayment of the remaining Aggregate Repayment Amount 2 together with any interest accrued from 1 July 2023 up to the full repayment date, calculated at the rate of 6% per annum; and

(d) Vibrant Pucheng shall bear court fees of RMB 161,102.00 and repay New Vibrant Jiangsu by 30 September 2023.

3. CLAIM BROUGHT BY SINOLINK FINANCIAL AGAINST VIBRANT PUCHENG

(a) Vibrant Pucheng be required to repay Sinolink Financial the sum of (i) the principal amount of RMB 5,000,000.00 owed to Sinolink Financial, (ii) interest accrued from 13 December 2021 up to the full repayment date, calculated at the rate of 6% per annum, and (iii) court fees of RMB 12,515.25, by 31 October 2023; and

(b) in the event that Vibrant Pucheng fails to make repayment in accordance with the repayment schedule set out above, Sinolink Financial shall have the right to enforce its rights against Vibrant Pucheng.

The Company will make further announcements to update its shareholders when there are any further material updates to this matter, as may be necessary or appropriate.

Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

Eric Khua Kian Keong
Executive Director & CEO
13 September 2023