

MEMIONTEC HOLDINGS LTD.
(Company Registration No. 201305845W)
(Incorporated in the Republic of Singapore)

RECEIPT OF COURT ORDER

The board of directors (the “**Board**”) of Memiontec Holdings Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to announce that the Company’s wholly-owned subsidiary, MIT Water Technology Chengdu Co., Ltd (首泰环保科技(成都)有限公司) (“**MITC**”), has, on 28 January 2022, received a court order from a provincial civil court in China, Jiangyan District People’s Court of Taizhou City, Jiangsu Province (江苏省泰州市姜堰区人民法院) (“**Court Order**”).

The Court Order was applied and submitted by Cosmo Jiangsu Pipe Industrial Co., Ltd (科思茂(江苏)管业有限公司) (“**CJPI**”), a supplier engaged by MITC to supply certain plastic piping and accessories for one of the Group’s projects. The Court Order is with respect to ongoing disputes between MITC and CJPI over certain contractual obligations of CJPI (“**Disputes**”) under a sale and purchase contract entered into by both parties (“**Contract**”). Pursuant to the Disputes, the Outstanding Amount (as defined below) has not been paid out to CJPI by MITC.

Pursuant to the Court Order:

- (a) CJPI has made the following claims:
- (i) Repayment of outstanding amount owing from MITC to CJPI of RMB500,001.46 (equivalent to approximately S\$106,000^(a)) under the Contract (“**Outstanding Amount**”);
 - (ii) Late payment interest to be assessed and accrued on unpaid amount from 1 April 2021 until date of settlement of all outstanding amount; and
 - (iii) Other costs such as arbitration fees, legal fees, etc,
- (collectively, “**CJPI’s Claims**”).
- (b) CJPI has applied to freeze the funds of MITC amounting to RMB510,000.00 (equivalent to approximately S\$109,000^(a)).

As a result of the Court Order, funds amounting to RMB510,000.00 kept in one of MITC’s current accounts has been frozen for a period of one (1) year from 21 January 2022.

^(a) Translated based on an exchange rate of S\$1 = RMB4.70.

The CJPI’s Claims are not expected to have a material impact on the Group’s consolidated net tangible assets per share and earnings per share for the financial year ended 31 December 2021 (“**FY2021**”) and the current financial year ending 31 December 2022 as the Outstanding Amount (which accounted for the majority of the CJPI’s Claims) has been fully accounted for in the financial statements of the Group for FY2021.

MITC will vigorously defend against the CJPI's Claims. MITC is currently seeking legal advice on the Court Order in relation to its defences as well as possible counter claims against CJPI arising from the Disputes. For the avoidance of doubt, such counter claims, if submitted by MITC against CJPI, have not been accrued in the financial statements of the Group for FY2021.

The Company will update shareholders and potential investors of the Company on any further material development(s) on the Court Order by way of further announcement(s), as and when necessary, in accordance with the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company. Shareholders and potential investors of the Company are advised to read this announcement and any further announcements made by the Company carefully. Shareholders and potential investors of the Company should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Tay Kiat Seng
Chief Executive Officer and Executive Director

31 January 2022

*This announcement has been prepared by Memiontec Holdings Ltd. (the "**Company**") and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "**Sponsor**"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalyst.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Goh Mei Xian, Associate Director, ZICO Capital Pte. Ltd. at 8 Robinson Road #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.