

NERA TELECOMMUNICATIONS LTD

Company Registration No. 197802690R
(Incorporated in the Republic of Singapore)

COMMENCEMENT OF LEGAL PROCEEDINGS BY SUBSIDIARY

The Board of Directors of Nera Telecommunications Ltd (the “**Company**”) wishes to announce that the Company’s subsidiary, Nera (Malaysia) Sdn Bhd (the “**Plaintiff**”), has commenced legal proceedings on 1 August 2022 in the courts of Malaysia against I-Setia Sdn Bhd (the “**Defendant**”).

The above proceedings relate to the Defendant’s obligation to pay approximately RM3.37 million (approximately S\$1.04 million) (the “**Outstanding Sum**”) to the Plaintiff under invoices which are in connection with goods and services supplied by the Plaintiff to the Defendant.

As at 31 July 2022, the Defendant has failed to pay the Outstanding Sum. Partial provision has been made by the Company for the Outstanding Sum in the Company’s records for the year ended 31 December 2021. The Company has also taken into consideration the impact to cash flows of the Company in the event the legal proceedings do not result in enforceability and eventual collection of the Outstanding Sum.

The Plaintiff’s claims include, inter alia, payment of the Outstanding Sum. The Company will keep the shareholders informed when there are material updates as may be appropriate.

BY ORDER OF THE BOARD

Chan Wan Mei and Chan Lai Yin
Joint Company Secretaries

1 August 2022