ASPIAL CORPORATION LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 197001030G)

LITIGATION BETWEEN WORLD CLASS LAND PTE LTD AND AUTHENTIC BUILDER PTE. LTD. (IN LIQUIDATION)

World Class Land Pte Ltd ("**WCL**"), a subsidiary of Aspial Corporation Limited (the "**Company**") has been named as a defendant in winding up proceedings commenced by the liquidators of Authentic Builder Pte. Ltd. ("**AB**") in HC/CWU 62/2020 (the "**Proceedings**").

The Proceedings are in respect of a purported claim by AB for a sum of S$545,000 (the "**Claim**") in connection with the works done for the development at Waterfront @ Faber (the "**Project**"). AB had been engaged by WCL as the main contractor of the Project in 2014, prior to AB being placed in liquidation.

The Company and WCL are of the view that the Claim is without merit. The Company's and WCL's position is that the amounts claimed have either been paid by WCL to AB, or are not payable to AB. Given that (a) there is a *bona fide* dispute in respect of the Claim and (b) WCL has, based on its last audited accounts, net assets which are well in excess of the claim amount, the Company and WCL are of the view that the Proceedings ought to be dismissed. WCL will be instructing its solicitors to apply to dismiss the Proceedings.

WCL is of also of the view that it may have a valid counterclaim against AB and is presently seeking legal advice in respect of the same.

Having regard to the above, the Board is of the view that the Proceedings will not have a material impact on the Company and its subsidiaries.

BY ORDER OF THE BOARD
ASPIAL CORPORATION LIMITED

Lim Swee Ann
Company Secretary
21 February 2020