

HATTEN LAND LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199301388D)

RECEIPT OF NOTICE OF ADJUDICATION

The board of directors (the “**Board**”) of Hatten Land Limited (the “**Company**” and together with its subsidiaries the “**Group**”) wishes to announce that its indirect wholly-owned subsidiary Gold Mart Sdn Bhd (“**Gold Mart**”) has received a notice of adjudication dated 13 May 2020 (the “**Notice of Adjudication**”) from Messrs Lee Hishammuddin Allen & Gledhill, being the lawyers representing China Construction Yangtze River (M) Sdn Bhd (“**Contractor**”). The Notice of Adjudication refers to the dispute between Gold Mart and the Contractor arising out of and/or in connection with a construction and completion contract dated 15 July 2016 for the Harbour City project with a total contract value of RM818.2 million (the “**Agreement**”).

Pursuant to the Notice of Adjudication, the Contractor is claiming against Gold Mart an amount of RM100 million. According to the Notice of Adjudication, the parties are to reach an agreement on the identity of the adjudicator within 10 working days from the date of receipt of the Notice of Adjudication, failing which the Contractor will make a request to the Director of Asian International Arbitration Centre to appoint an adjudicator.

The Company is of the view that the Contractor’s claim is without merit given that the Contractor itself is in substantive breach of the Agreement and Gold Mart intends to defend the claim against it vigorously. Gold Mart also intends to counter-claim against the Contractor in the amount of at least RM100 million for various breaches of contract. The Company and Gold Mart are currently taking legal advice on the claim by the Contractor and Gold Mart’s intended counter-claim.

Because of the urgency of time, the Company is currently unable to assess and disclose the financial impact of the proceedings for the current financial year ending 30 June 2020 in respect of the Company and the Group. Further announcement will be made in respect of any material development thereof.

Based on the Company’s assessment of the Contractor’s claim against it, the Board’s position on the Company as a going concern announced on 16 April 2020 remains unchanged.

Shareholders of the Company are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take, should consult their legal, financial, tax or other professional advisers.

By Order of the Board
HATTEN LAND LIMITED

Dato’ Tan June Teng, Colin
Executive Chairman and Managing Director
14 May 2020

This announcement has been prepared by Hatten Land Limited (the “Company”) and its contents have been reviewed by the Company’s sponsor, UOB Kay Hian Private Limited (the “Sponsor”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalist.

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 accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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