AGV GROUP LIMITED
(Under Judicial Management)
(Company Registration No. 201536566H)
(Incorporated in the Republic of Singapore on 2 October 2015)

RECEIPT OF LETTER OF DEMAND

The Judicial Managers wish to announce that AGV Galvanizing (M) Sdn Bhd ("**AGVM**") had on 8 September 2022 received a letter of demand of the same date from the solicitors acting on behalf of Fast Fact Technology Sdn. Bhd. (the "**Landlord**"), in relation to the tenancy agreement dated 28 August 2021 (the "**Agreement**") entered into between AGVM as tenant and the Landlord, in respect of the property located at PLO 151, Jalan Nibong 1/1, Kawasan Perindustrian Tanjung Langsat, 81700 Pasir Gudang, Johor Bahru. Pursuant to the Agreement, the tenancy is for a period for three (3) years commencing from 23 August 2021 and expiring on 22 August 2024.

The salient points of the letter of demand are as follows below:

(i) the Landlord alleges that AGVM had failed, refused and/or neglected to pay to the Landlord the agreed rent of RM122,250 per month from August 2021 to date, save for certain partial payments made by AGVM between this period, and a total amount of RM832,726.30 remains outstanding;

(ii) as such, AGVM had breached the terms and conditions of the Agreement, and is required to remedy such breach by paying:

(a) to the Landlord or its solicitors, the total outstanding amount of RM832,726.30, plus a sum of RM500 being the cost of the letter of demand; and

(b) to the relevant authorities, all outstanding utility charges which are due and payable by AGVM under the Agreement,

within seven (7) days from the date of receipt of the letter of demand, failing which the Agreement will be deemed terminated without any further notice.

The Judicial Managers and AGVM are seeking legal advice on their positions vis-à-vis the letter of demand. Further announcements will be released as and when there are material developments on the above.

Submitted by the Judicial Managers
For and on behalf of the Company

Mr. Leow Quek Shiong
Mr. Gary Loh Weng Fatt
BDO Advisory Pte Ltd

9 September 2022

This announcement has been prepared by the Judicial Managers for and on behalf of the Company and its contents have been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It 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 Mr Kaeson Chui, Vice President, at 16 Raffles Quay, #01-05 Hong Leong Building, Singapore 048581, Telephone (65) 6415 9886.