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

SETTLEMENT ENTERED INTO BY A SUBSIDIARY

The Board of Directors (the "**Board**") of Nera Telecommunications Ltd (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcement dated 9 January 2025 in relation to the receipt of a writ by its wholly-owned subsidiary, Nera (Malaysia) Sdn. Bhd. ("**Nera Malaysia**"), in respect of a claim (the "**Claim**") filed by Great One Coconut Products Industries (M) Sdn. Bhd. (the "**Previous Landlord**") against Nera Malaysia in relation to a lease agreement for certain factory premises (the "**Premises**") (the "**Previous Announcement**").

Further to the Previous Announcement, the Board wishes to announce that Nera Malaysia had on 14 March 2025, without admission of liability, entered into a settlement with the Previous Landlord in respect of the Claim (the "**Settlement**"). The salient terms of the Settlement are as follows:

(a) Nera Malaysia will pay the Previous Landlord the sum of RM250,000.00 as full and final settlement of the Claim (the "**Settlement Amount**");

(b) the Settlement Amount shall be settled in part by the deposit of RM189,000.00 previously paid by Nera Malaysia to the Previous Landlord for the Premises, with the remaining RM61,000.00 in cash; and

(c) the Previous Landlord will undertake to withdraw the Claim commenced by the Previous Landlord on 30 December 2024 in the Shah Alam Sessions Court of Malaysia, and accordingly both Nera Malaysia and the Previous Landlord will have no further claims in respect of the subject matter of the Claim.

The Board does not expect the Settlement to affect the Group's ability to continue its business operations, and the Settlement is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the financial year ending 31 December 2025.

The Company will release further announcements to update its shareholders as and when Nera Malaysia and the Previous Landlord fulfil their respective obligations under the Settlement as found in paragraphs (a) through (c) above.

BY ORDER OF THE BOARD

Gn Jong Yuh Gwendolyn
Company Secretary

18 March 2025