

ARBITRATION IN INDIA INVOLVING GREEN INFRA WIND ENERGY LIMITED

Singapore, June 26, 2023 - Sembcorp Industries Ltd (Sembcorp) wishes to announce arbitration proceedings between its indirect Indian wholly owned subsidiary, Green Infra Wind Energy Limited (GIWEL) and Siemens Gamesa Renewable Power Private Limited (Vendor).

The arbitration proceedings involve issues and disputes arising from a composite supply contract and land and site development contract (Project Contract) entered by GIWEL with the Vendor for the supply, erection and commissioning of a 300 MW wind power project consisting of 143 wind turbine generators and associated transmission facilities.

Following various defaults on the part of the Vendor, GIWEL terminated the Project Contract, and filed a Statement of Claim against the Vendor for Rs.8,159.85 million (approximately S\$134.1 million)¹ during its financial year ended 31 March 2023. The Vendor filed its Statement of Defence and counterclaimed for Rs.19,575.50 million (approximately S\$321.7 million).

On 15 May 2023, the arbitral tribunal agreed upon the issues relating to claims to be determined by way of the arbitration.

GIWEL and its legal advisors have assessed the underlying disputes in the arbitration and concluded, based on the present information available, that the counterclaims by the Vendor lacked merit and that GIWEL is in a strong position to defend the arbitration against the Vendor. The board and management of GIWEL have taken a view that the

¹ The exchange rate used in this announcement is SGD1.00 to Rs.60.846 which is solely used for illustrative purposes and should not be construed as a representation that the relevant amounts have been or could be converted at this rate or at any other rate.

arbitration is not expected to have any material adverse impact to its financial results and no provisions were made in relation to the arbitration.

Sembcorp has reviewed the relevant information pertaining to the arbitration and taken appropriate external legal advice on the same. Based on the external legal advice, Sembcorp's management has assessed that the counterclaims by the Vendor lacked merit and the probability of its success against GIWEL is remote. Therefore, no provision was made.

The arbitration is not expected to have any material impact on the earnings per share or net tangible assets per share of Sembcorp for the financial year ending 31 December 2023.

Sembcorp will make further announcements as and when there are material developments in relation to this matter in compliance with the relevant provisions of the Listing Manual.

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