PARKSON RETAIL ASIA LIMITED
(Company registration number: 201107706H)
Incorporated in the Republic of Singapore

UPDATE ON LEGAL PROCEEDINGS INVOLVING PARKSON (CAMBODIA) CO. LTD.

The Board of Directors (the "Board") of Parkson Retail Asia Limited (the "Company") refers to its announcements dated 15 November 2018, 27 August 2019, 29 October 2019, 31 October 2019, 14 February 2020, 27 April 2020, 15 May 2020, 21 May 2020 and 27 August 2020 (the "Previous Announcements") in which the Company announced and updated the ongoing legal proceedings involving Parkson (Cambodia) Co. Ltd. ("PCCO") and Hassan (Cambodia) Development Co., Ltd (the "Lessor"). The capitalised terms used herein shall have the same meanings ascribed to them in the Previous Announcements.

As stated in the Company's announcement dated 27 August 2020 titled "Unaudited Financial Statements for the Fourth Quarter and Twelve Months ended 30 June 2020", the SIAC Arbitration was heard on 26 May 2020.

The Board wishes to announce that the Company was informed on 15 September 2020, that PCCO's lawyers had received the final award (the "SIAC Award") from the tribunal hearing the SIAC Arbitration (the "Tribunal"). The Tribunal had found, *inter alia*, that the Lease Agreement was lawfully terminated by PCCO, and has ordered the Lessor to pay to PCCO approximately SGD10,641,471, which includes:

1. security deposit of USD2,463,750 (approximately SGD3,363,167);

2. advance rental of USD2,025,000 (approximately SGD2,764,247);

3. costs and expenses incurred by PCCO of USD2,692,253 (approximately SGD3,675,087) which has been wasted as a result of the Lessor's breach of the Lease Agreement; and

4. costs and expenses of the SIAC Arbitration, and legal fees and various disbursements and expenses incurred in connection with the proceedings of approximately SGD838,970.

Following the receipt of the SIAC Award, PCCO will continue to work closely with its Cambodian lawyers, and the Company will make the relevant announcements as and when there are material developments.

For and on behalf of the Board

Tan Sri William Cheng Heng Jem
Executive Chairman

15 September 2020