

PAVILLON HOLDINGS LTD.

(Company Registration No.199905141N)

(Incorporated in the Republic of Singapore)

CAPITAL REDUCTION EXERCISE OF SUBSIDIARY

The Board of Directors (the “**Board**”) of Pavillon Holdings Ltd. (the “**Company**”) wishes to announce that Company’s subsidiary, Tianjin Yixing Intelligent Washing Technology Co., Ltd. (formerly known as State Research Pavillon Finance Leasing Co., Ltd.) (“**Tianjin Yixing**”) had conducted a capital reduction exercise (“**Capital Reduction Exercise**”). The Capital Reduction Exercise was completed on 14 November 2022, as approved by the relevant Administration for Industry and Commerce in the People’s Republic of China.

Following completion of the Capital Reduction Exercise, the registered capital of Tianjin Yixing was reduced from USD30 million to USD6 million.

The proportion of ownership interest of the Company in Tianjin Yixing remains unchanged before and after the Capital Reduction Exercise which the Company and Pavillon Financial Leasing Co., Ltd (which the Company has 75.98% equity interest) each holds 50% equity interest. There was no return of capital arising from the Capital Reduction Exercise as it was a reduction of registered capital and not paid-up capital in Tianjin Yixing.

The Capital Reduction Exercise is not expected to have any material impact on the earnings per share or net tangible assets of the Company for the financial year ending 31 December 2022.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company), in the Capital Reduction Exercise.

By Order of the Board

Dr John Chen Seow Phun
Executive Chairman

21 November 2022