



SERIAL SYSTEM LTD

(Company Registration No.: 199202071D)
(Incorporated in the Republic of Singapore on 22 April 1992)
(the “**Company**”)

UPDATE ON LITIGATION

The Board of Directors of Serial System Ltd. (“the “**Company**” together with its subsidiaries, collectively the “**Group**”) refers to the Company’s announcement dated 14 March 2022 (“**Litigation Announcement**”). Unless otherwise defined herein, all capitalized terms shall have the same meaning assigned to them in the Litigation Announcement.

On 18 September 2024, the High Court of Malaya, Kuala Lumpur (“**High Court**”) delivered the judgment in respect of the Litigation. In essence, the High Court allowed Bast’s Claim and dismissed the Counterclaim by Musang Durians Frozen Food (M) Sdn. Bhd. (“**MDFF**”) and Dato’ John Lee Siew Neng. (“**Dato’ John**”). In allowing Bast’s Claim, the High Court ordered the following:

- (i) That MDFF do pay to Bast a sum of MYR 15,452,109.63 (US\$3,576,463), being the full amount of the Claim;
- (ii) That Dato’ John is jointly and severally liable to Bast for the sum of MYR 7,726,054.82 (US\$1,788,232) being 50% of the amount of the Claim and is ordered to pay the aforesaid sum to Bast;
- (iii) Interest of 5% per annum on the sums adjudged in paragraphs (i) and (ii) above to be calculated from 1 December 2021 until 18 September 2024 to be paid to Bast by MDFF and/or Dato’ John respectively;
- (iv) Interest of 5% per annum on the sums adjudged in paragraphs (i) and (ii) above to be calculated from 18 September 2024 until the date of full and final settlement of the sums adjudged in paragraphs (i) and (ii) above to be paid to Bast by MDFF and/or Dato’ John respectively;
- (v) That Messrs. Xavier & Koh Partnership do remit a stakeholder sum of MYR 3,006,215.96 (US\$695,803) as settlement towards the Claim, to Bast within 14 days from 18 September 2024; and
- (vi) That MDFF and Dato’ John do jointly pay a sum of MYR 110,000.00 (US\$25,460) being the costs of the proceedings to Bast.

The Group has made full provision for the Claim in financial year ended 31 December 2021 and 31 December 2020.

The Company will make further announcements as and when there are material developments in the matter.

BY ORDER OF THE BOARD

Derek Goh Bak Heng

Executive Chairman and Group Chief Executive Officer

19 September 2024