



SOILBUILD CONSTRUCTION GROUP LTD.

(Company Registration No. 201301440Z)
(Incorporated in the Republic of Singapore)

UPDATE ON MEDIATION

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Soilbuild Construction Group Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to:

- the announcements dated 3 March 2023 in relation to the receipt of notice of adjudication application by the Company’s wholly-owned subsidiary, Soil-Build (Pte) Ltd (“**SBPL**”) from two of SBPL’s subcontractors;
- the announcement dated 17 April 2023 in relation to the receipt of adjudication determinations by SBPL from the Singapore Mediation Centre

(together, the “**Prior Announcements**”). All terms used in this announcement, unless otherwise defined, shall have the same meanings as defined in the Prior Announcements.

As per the Company’s announcement dated 17 April 2023, the Company has indicated that SBPL intends to seek further recourse against the award of the Second Adjudicated Amount of approximately S\$0.8 million in the Second Adjudication Determination and, to this end, is working with its legal advisers, Allen & Gledhill LLP, to initiate the appropriate dispute resolution process.

2. UPDATE ON MEDIATION

The Board wishes to update that mediation between SBPL and the subcontractor for the Second Adjudication Determination has been concluded and the parties have reached a settlement, pursuant to which SBPL is entitled to recover an aggregate amount of approximately S\$0.3 million (the “**Settlement Amount**”), being more than 37% of the Second Adjudicated Amount.

3. GENERAL

The Second Adjudicated Amount amounting to approximately S\$0.8 million was already accrued as a liability in the Group's half year results for the financial period ended 30 June 2023.

The outcome of the mediation resulted in an over accrual of liabilities amounting to S\$0.3 million, which will be reversed and recognised as a gain in the financial results of the Group for the second half year ending 31 December 2023.

**BY ORDER OF THE BOARD
SOILBUILD CONSTRUCTION GROUP LTD.**

Lim Han Ren
Executive Director

30 August 2023
Singapore