



Ezion Holdings Limited

EZION HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199904364E)

UPDATE ON TAIPOWER II PROJECT

1. INTRODUCTION

The Board of Directors (the “**Directors**”) of Ezion Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to (i) the announcement on 7 December 2020 relating to the award of a wind turbine transportation and installation contract to a subsidiary of the Company; (ii) the announcement on 16 March 2021 in relation to the cooperation agreement for Taipower II Project; (iii) updates on the Taipower II Project in the announcements dated 20 June 2021 and 28 July 2021 (the “**Update Announcements**”); and (iv) the financial statements for full year ended 30 December 2020, first quarter ended 31 March 2021 and second quarter ended 30 June 2021, together with the annual report for the financial year ended 30 December 2020 (the “**Previous Announcements**”).

Unless otherwise defined, all capitalised terms and references used herein shall bear the meanings ascribed to them in the Previous Announcements.

2. UPDATE

As background, one of the termination events under the Contract with Foxwell for the Taipower II Project includes that TOPL is to provide its externally audited financial statements to Foxwell within 90 days from 30 June 2021, evidencing that TOPL is in a positive net asset position (i.e. net assets exceeds total liabilities) as of 30 June 2021 (the “**TOPL Audited FS**”), or as of any later date to be mutually agreed by the parties (the “**Cutoff Date**”). Failure of TOPL to do so would entitle Foxwell to rescind the Contract.

As disclosed previously in the Update Announcements, in view of the COVID-19 situation in Singapore and Taiwan, the Group was in discussions with TRS on the scope of work, fee structure and payment terms. Notwithstanding the discussions and TOPL’s request for further information and details on the works required for Taipower II Project, Foxwell had sent a formal notice of termination in relation to the Contract, with the reason being that TOPL had not provided the TOPL Audited FS as requested.

In light of the above, the Contract has been unilaterally terminated by Foxwell and the Agreement for TOPL’s appointment as the Foundation Scope Contractor for the Taipower II Project as disclosed in the 16 March 2021 Announcement, which is premised on the Contract, has been consequently affected.

TOPL is currently reviewing its legal options and may seek legal action, where appropriate, in relation to the terminations.

Except in relation to the valuation of the Group as conveyed in discussions with potential investors, the terminations are not expected to have any material impact on the net assets per share and earnings per share of the Group for the current financial year ending 31 December 2021.

Save through shareholding interests and directorships in the Company, none of the Directors and controlling shareholders of the Company has any interest, direct or indirect, in the terminations.

3. FURTHER ANNOUNCEMENTS

The Company will make the necessary announcements when there are further developments on the above.

4. CAUTIONARY STATEMENT

Although the Company's shares are currently under suspension, shareholders, securityholders and investors are advised to read this announcement and any past and future announcements by the Company carefully when dealing with the shares and securities of the Company. Shareholders, securityholders, and investors should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take or when dealing with their shares and securities of the Company.

BY ORDER OF THE BOARD

Goon Fook Wye Paul
Company Secretary
13 November 2021