PARKSON RETAIL ASIA LIMITED

(the "Company")
(Company registration number: 201107706H)
Incorporated in the Republic of Singapore

UPDATE ON LITIGATION IN CAMBODIA

The Board of Directors refers to the Company's announcement dated 15 November 2018 in relation to the issuance of Notice of Arbitration to Hassan (Cambodia) Development Co., Ltd (the "Lessor") for arbitration under the Singapore International Arbitration Centre ("SIAC Arbitration"). All capitalised terms used herein shall have the same meanings ascribed to them in the announcement dated 15 November 2018, unless otherwise provided or unless the context otherwise requires.

As mentioned in the announcement dated 27 August 2019, even though the disputes between PCCO and the Lessor in relation to the Lease Agreement are currently pending SIAC Arbitration in Singapore, on 12 December 2018, the Lessor filed a petition ("Case No. 2577") in the Phnom Penh Municipal Court of First Instance ("Phnom Penh Court"). The Lessor sought a ruling from the Phnom Penh Court *inter alia* claimed for damages against PCCO amounting to US$12,440,000 (equivalent to approximately S$16,962,000 as at the date of this announcement) in aggregate. On 3 May 2019, PCCO filed a motion to challenge the jurisdiction of the Phnom Penh Court to hear the Case No. 2577 and, when such motion was dismissed by the Phnom Penh Court on 1 July 2019, PCCO filed an appeal to the Cambodian Appellate Court against the dismissal decision ("Chomtoah Appeal").

The Board of Directors wishes to announce that on 25 October 2019, the Cambodian Appellate Court had dismissed the Chomtoah Appeal. Following such decision, Case No. 2577 shall continue to be heard at the Phnom Penh Court. In this regard, PCCO intends to defend against the Lessor's claims in Case No. 2577 vigorously.

The Group will make further announcements as and when there are material developments on the above matter.

For and on behalf of the Board

Tan Sri William Cheng Heng Jem
Executive Chairman

29 October 2019