

SAN TEH LTD

(Company Registration No. 197901039W)

UPDATE ON LEGAL PROCEEDINGS IN SHANGHAI

The Board of Directors of San Teh Ltd (the “Company”, and together with its subsidiaries, the “Group”) refers to the announcements released on 3 November 2016, 22 December 2016, 14 August 2017 and 14 June 2018 in relation to legal action involving Shanghai San Teh Xing Real Estate Co., Ltd (“SSTX”), a subsidiary of the Group in Shanghai. The Board wishes to provide the following update in respect of the legal action with the property management company (“PMC”).

The Shanghai Jiading People’s Court (上海市嘉定区人民法院) ruled in the first trial that SSTX to pay damages of approximately RMB5.2 million (approximately S\$1.0 million) to the PMC mainly for the net maintenance charges.

On appeal by SSTX, the Shanghai No. 2 Intermediate Court (上海市第二中级人民法院) has dismissed the appeal lodged by SSTX in the second trial and upheld the above judgement. This judgement is final.

The Group has made the provision of the above damages in full in its previous financial statements.

With the conclusion of this case, all litigations involving SSTX have been resolved.

BY ORDER OF THE BOARD

Lim Wee Tziang
Company Secretary

23 October 2018