

PAN HONG HOLDINGS GROUP LIMITED

(Incorporated in Bermuda)
(Registration Number: 37749)



DISCLOSURE PURSUANT TO RULE 703 OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED – COMMENCEMENT OF ARBITRATION PROCEEDING

The Board of Directors (the “**Board**”) of the Company (the “**Company**”, and collectively with its subsidiaries, the “**Group**”) wishes to inform the shareholders of the Company that its indirect wholly-owned subsidiary, Shanwei Pan Hong Runhe Property Development Limited (“**Shanwei Runhe**”), has received a notice of arbitration (“**Notice of Arbitration**”) from the Shanghai Arbitration Committee.

The arbitration proceeding (the “**Arbitration Proceeding**”) is commenced by Tongji Architectural Design (Group) Co., Ltd. (the “**Plaintiff**”) against Shanwei Runhe with respect to a Property Design Service Agreement. The Plaintiff’s claimed amount comprises of: (i) an outstanding design fee of RMB4.8 million, (ii) a time-based penalty arising from the outstanding design fee, and (iii) the expenses incurred by the Plaintiff in regard of the Arbitration Proceeding of RMB50,000.

The Company has also noted that a bank account of Shanwei Runhe maintained with the Bank of China has been frozen temporarily in relation to the Arbitration Proceeding. The balance of affected bank account is RMB53,852.20 as of 7 April 2026.

The Company is currently seeking legal advice from its Chinese legal counsel on the Arbitration Proceeding with a view to proceeding on a course of action that is in the best interests of the Company.

In addition, the quantum of the claimed amount is not material compared to the net assets of Shanwei Runhe. Accordingly, the likelihood of liquidation proceedings being initiated by the Plaintiff against Shanwei Runhe, which would result in their eventual mandatory liquidation, is relatively low.

Although the pace of the Group’s property unit sales has been slow due to the current difficult market situation, the Group has continued to market a certain number of property units each month and remains actively engaged in doing so, so as to generate cash flow for working capital purposes and pay an arbitral award (if awarded against Shanwei Runhe) up to the claimed amount.

The Company will update the shareholders via SGXNET announcement as and when there is further development on this matter.

Shareholders are advised to review and consider this announcement and any further announcements by the Company carefully. Shareholders are also advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests. Shareholders should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board

Wong Sum
Executive Chairman

8 April 2026