

AGV GROUP LIMITED
(Under Judicial Management)
(Company Registration No. 201536566H)
(Incorporated in the Republic of Singapore on 2 October 2015)

RECEIPT OF WRIT OF SUMMONS AND LETTER OF DEMAND

Receipt of Writ of Summons

Reference is made to the announcement by the Company on 17 December 2021 in relation to the receipt by AGV Galvanizing (M) Sdn Bhd (“**AGVM**”), an indirect subsidiary of the Group (as defined below), of a letter of demand dated 13 December 2021 from solicitors acting on behalf of RHB Bank Berhad in relation to certain hire purchase facilities granted by RHB Bank Berhad to AGVM.

The judicial managers (the “**Judicial Managers**”) of AGV Group Limited (under Judicial Management) (the “**Company**” and together with its subsidiaries, the “**Group**”) wish to announce that AGVM had on 29 April 2022 received a letter dated 21 April 2022 from the solicitors for RHB Bank Berhad, enclosing a sealed writ dated 22 February 2022, endorsed with a statement of claim (the “**Writ of Summons**”) and filed by the solicitors for RHB Bank Berhad in a court in Johor Bahru, Malaysia against *inter alia* AGVM and AGV Galvanizing (Singapore) Pte. Ltd. (“**AGVS**”). In their letter, the solicitors for RHB Bank Berhad had also informed that the matter was fixed for case management in Johor Bahru on 28 April 2022. As AGVM had only received the letter and Writ of Summons on 29 April 2022, neither AGVM nor AGVS had attended the case management.

The Judicial Managers have engaged a professional translation service provider to translate the Writ of Summons from Malay into English. The Group is also in the process of engaging legal counsel to represent each of AGVM and AGVS in the matter and will be taking legal advice on its options.

Receipt of Letter of Demand

Reference is further made to the announcement by the Company on 2 December 2021 in relation to the receipt by AGVM on 1 December 2021 of a letter of demand from solicitors acting on behalf of Mr Lim Kim Chee (“**Mr Lim**”) in relation to an agreement between AGVM and Mr Lim for the payment of consultant fees to Mr Lim in relation to the sale and leaseback undertaken by AGVM.

The Judicial Managers wish to announce that AGVM had on 6 May 2022 received a further letter of demand (the “**Letter of Demand**”) dated 5 May 2022 from the solicitors for Mr Lim. The salient points of the Letter of Demand are as follows below. Of the claimed outstanding sum of RM180,000, AGVM is required to make payment of:

- (i) RM135,000 being the arrears for 6 monthly instalments commencing from 15 November 2021, on or before 9 May 2022;
- (ii) the remaining 2 instalments of RM22,500 per instalment to be paid at the end of May and June 2022 respectively; and
- (iii) in the event of default in any instalments, the whole of the outstanding sum shall become due and payable immediately without prejudice to Mr Lim’s claim for interest at the rate of 8% per annum until full realization.

AGVM is seeking legal advice on its position vis-à-vis the Letter of Demand.

The Judicial Managers will release further announcements as and when there are material developments on the above.

**Submitted by the Judicial Managers
For and on behalf of the Company**

Mr. Leow Quek Shiong
Mr. Gary Loh Weng Fatt
BDO Advisory Pte Ltd

6 May 2022

This announcement has been prepared by the Judicial Managers for and on behalf of the Company and its contents have been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

The contact person for the Sponsor is Mr Kaeson Chui, Vice President, at 16 Raffles Quay, #01-05 Hong Leong Building, Singapore 048581, Telephone (65) 6415 9886.