



Development Limited

(Company Registration No. 200201764D)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT OF OUTCOME OF LITIGATION AND APPEAL

The Board of Directors of M Development Ltd (the “**Company**”) refers to its previous announcements made on 21 May 2015, 18 September 2015, 30 October 2015 regarding litigation brought by the Company’s subsidiary, Winsta Holding Pte Ltd (“**Winsta**”), and its subsidiaries (“**Subsidiaries**”) in the Singapore High Court against 13 defendants (the “**Defendants**”). The Company also refers to its announcement dated 15 January 2016, wherein the shareholders were updated that the Company was granted leave by the High Court to be substituted as a party in this litigation as a plaintiff in place of Winsta Subsidiaries. The Company wishes to provide an update following the Company’s announcement on 7 November 2018 in relation to the outcome of this litigation.

The Company is pleased to announce that in addition to the amounts stated in our announcement of 7 November 2018, the Court has awarded costs of the action in favour of the Company on 27 November 2018, as follows:

- (a) The Defendants are liable to the Company for S\$210,000.00 for professional fees incurred in the action:
 - (i) Mr Sim Poh Ping, Ms Sim Pei Yee (@Lynn Sim), Ms Sim Pei San (@Joyce Sim) (the “**Sim Family**”), Overseas Students Placement Centre Pte Ltd (“**OSPC**”), ATAS Residence Pte Ltd (“**ATAS**”) and Mr Kong Weijia (“**Dave Kong**”), are jointly and severally liable to the Company for S\$210,000.00 for professional fees incurred in the action; but
 - (ii) all the other Defendants, including Tan Choon Leong (@ Shawn Tan), and Connie Ng (@ Connie Huang) are liable to the Company for professional fees of up to S\$5,000 each.
- (b) The Sim Family, Dave Kong, OSPC and ATAS are liable to the Company for 60% of the disbursements incurred (including court hearing fees, which is to be agreed by parties or taxed by the High Court) save that:
 - (i) the Company is entitled to recover the full fees of S\$445,641.70 for KordaMentha’s forensic services;
 - (ii) the Company is entitled to recover S\$186,419.58 for KordaMentha’s valuation report;
 - (iii) the Company is entitled to recover S\$23,199.94 paid to KordaMentha for John-Temple Cole’s attendance in Court; and
 - (iv) the Company is not entitled to recover fees paid to KordaMentha for the attendance of Mr Matthew Fleming and Mr Tay Tat Hwa in Court.

The Company wishes to further update that the Sim Family, OSPC and Jiu Mao Jiu Hotpot Pte Ltd (“**JMJ**”) have filed notices of appeal to the Singapore Court of Appeal on 3 December 2018. Mr Sim Poh Ping has appealed against the whole of the High Court judgment. Lynn Sim, Joyce Sim, OSPC and MJM have appealed against the quantum of damages awarded to the Company and the High Court’s decision as to costs.

The Company has also filed a notice of appeal to the Court of Appeal against the Sim Family, OSPC, MJM and Dave Kong on 4 December 2018 in relation to the amount of damages awarded to the Company. As of the date of this announcement, a hearing date for the appeals has not been fixed.

The Board of Directors will continue to update the shareholders on any development in this regard.

BY ORDER OF THE BOARD
M DEVELOPMENT LTD

Huang Wen-Lai
Executive Chairman and Director
20 December 2018