



DARCO WATER TECHNOLOGIES LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 200106732C)

**FILING OF WRIT OF SUMMONS AGAINST
FORMER DIRECTOR AND EXECUTIVE OFFICER**

1. BACKGROUND

- 1.1 The board of directors (the “**Board**”) of Darco Water Technologies Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement relating to the issuance of a letter of demand dated 12 August 2020 against its former director and executive officer, Mr Thye Kim Meng (“**Mr Thye**”), released on SGXNet on 12 August 2020 (the “**Previous Announcement**”).
- 1.2 Unless otherwise defined, capitalised terms used herein shall bear the same meaning as ascribed to them in the Previous Announcement.
- 1.3 To date, Mr Thye has failed/refused/neglected to comply with the Letter of Demand by providing written confirmation that he shall pay to the Company the losses and damages that it has suffered because of his breaches of duties in respect of the Solar Project and the Water Project, quantified as at the date of the Letter of Demand at US\$ 1.6 million, less any sums that the Company may recover.
- 1.4 Please refer to the Company’s announcements on 31 October 2018, 1 November 2018, 26 August 2019 and 7 August 2020 for further details on the Solar Project and the Water Project, and the Company’s announcement on 16 April 2020 for further details on the comprehensive internal review of past transactions that gave rise to the issuance of the Letter of Demand.

2. FILING OF WRIT OF SUMMONS AGAINST MR THYE

- 2.1 The Board wishes to announce that the Company has, on 4 September 2020, filed a Writ of Summons and Statement of Claim in the High Court of Singapore against Mr Thye, claiming relief for his breaches of duties in respect of the Solar Project and the Water Project. The Company’s legal counsel thereafter attempted to serve the Writ of Summons and Statement of Claim on Mr Thye on 4 September 2020 and 6 September 2020. Despite the Company’s legal counsel’s attempts to arrange for service with Mr Thye to be effected by prior appointment by 8 September 2020, Mr Thye has not responded and the Company will be continuing with its efforts to effect service. .



2.2 The Company will make further announcements as appropriate to update shareholders accordingly.

3. CAUTION IN TRADING

Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company. The Company will make the necessary announcements as and when there are further developments in relation to the above matter. Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully, and should consult their stock brokers, bank managers, financial advisors, legal advisors and/or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Poh Kok Hong
Executive Director and Chief Executive Officer

9 September 2020