SINGAPORE eDEVELOPMENT LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number 200916763W)

COMMENCEMENT OF LEGAL PROCEEDINGS BY SUBSIDIARIES OF THE COMPANY

1. Introduction

Singapore eDevelopment Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that its subsidiaries, namely, iGalen International, Inc. and iGalen, Inc. (collectively, "**iGalen**") have commenced legal proceedings in the Superior Court of the State of California, County of San Diego, Central Division, Case No. 37-2019-00051448-CU-BC-CTL, on 27 September 2019 against (i) Gara Group, Inc., doing business in various capacities as "Gara Group", "DevPros", "RiseLab", "Shiply" and "Eventsia" (collectively, the "**Gara Group**"); and (ii) Mr. Kosta Gara (together with the Gara Group, the "**Group A Defendants**").

The complaint electronically filed by iGalen with the Superior Court of the State of California, County of San Diego ("**iGalen's Complaint**") is for (i) breach of contract; (ii) breach of covenant of good faith and fair dealing; and (iii) intentional interference with economic relations; and was officially served on Gara Group 7 November 2019.

2. Facts of iGalen's Complaint

iGalen's Complaint makes the following allegations:

(i) iGalen has contracted with Gara Group to provide services that include, among other things, (a) product fulfilment; (b) software development and maintenance of an onsite platform which includes a company website and interactive portal; and (c) managing iGalen's social media sites (collectively, the "**Services**").

(ii) Between March 2017 and August 2018, iGalen has paid Gara Group in excess of $2.3 million, including all fees for the Services.

(iii) Sometime in September 2019, Mr. Kosta Gara alleged that certain invoices are outstanding and overdue, and Gara Group unilaterally suspended / terminated all Services, without appropriate notice and according to arbitrary deadlines, and based on disputed invoices for alleged services that have nothing to do with the Services.

(iv) Mr. Kosta Gara also attempted to further pressure iGalen by threating to disseminate misrepresentations to iGalen's distributors with the false statement that "*they are not being paid commission on account of iGalen's inability to pay its vendors*".

The Company wishes to reassure shareholders that iGalen has paid and is continuing to pay all its suppliers and distributors. In fact, chargebacks and returns on iGalen's network have been very low as iGalen's suppliers, distributors and customers believe in its products, founders and management.

3. Claims in iGalen's Complaint

In the premises, iGalen claims against the Group A Defendants for, among other things, all damages, both general and consequential/special, resulting from the Defendant's (a) breach of contract; (b) breach of covenant of good faith and fair dealing; and (c) intentional interference with economic relations.

4. Legal Proceedings commenced by Gara Group

On 10 October 2019, Gara Group commenced legal proceedings in the Superior Court of the State of California, County of San Diego, Central Division, Case No. 37-2019-00053997-CU-BC-CTL, against (i) iGalen International, Inc.; (ii) iGalen, Inc.; (iii) the Company; and (iv) certain of officers of iGalen and the Company (collectively, the "**Group B Defendants**").

The complaint electronically filed by Gara Group with the Superior Court of the State of California, County of San Diego ("**Gara Group's Complaint**") is for (i) breach of contract; (ii) breach of covenant of good faith and fair dealing; (iii) *quantum meruit* – work & labour furnished; (iv) intentional misrepresentation; (v) negligent misrepresentation; (vi) open book account; (vii) intentional interference with prospective economic advantage; (viii) alter ego liability; and (ix) accounting.

Gara Group claims against the Group B Defendants for, among other things general damages, special damages and liquidated damages. The Group B Defendants have appointed legal counsel, sought legal advice on the allegations made by Gara Group, responded to Gara Group's Complaint and is seeking a dismissal of Gara Group's Complaint.

iGalen has been informed by their attorneys on 2 January 2020 that a court hearing has been fixed on 8 January 2020.

5. Further Announcements

The Company will make further announcements to update its shareholders when there are material updates as may be necessary or appropriate.

6. Other Information

In addition, the Company wishes to announce that in an effort to strengthen management control over iGalen, the Group has engaged industry insiders Mr. Dave Price and Mr. Andrew Stuber as chief executive officer and chief operating officer of iGalen, respectively. Dr. Rajendran Marnickavsagar, the chief executive officer of Holista CollTech Limited, an Australian publicly traded company, remains a member of iGalen's board of directors and continues to bring exciting cutting-edge products to iGalen, including UnCarb and Gennisi.

The Company also wishes to reassure shareholders that many of iGalen's suppliers, distributors and customers remain loyal to iGalen and are excitedly awaiting the relaunch of iGalen in the first quarter of 2020.

By Order of the Board

Chan Heng Fai
Executive Chairman and Chief Executive Officer

8 January 2020

This announcement has been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by the Exchange and the Exchange 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.

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