VIBRANT GROUP LIMITED
Company Registration Number: 198600061G

UPDATE ON LEGAL PROCEEDINGS

The board of directors (the "**Board**") of Vibrant Group Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Company's earlier announcements (a) on 14 October 2022 on its responses to queries from the Singapore Exchange Securities Trading Limited and (b) on 8 November 2021, 2 September 2022 respectively in relation to two separate legal proceedings commenced by Shanghai Jinyiyunjin Network Service Co., Ltd (上海金一云金网络服务有限公司) ("**Plaintiff**") against Sinolink Financial Leasing Co., Ltd, a 51% owned subsidiary of the Company ("**Subsidiary**") for (i) allegedly being in breach of various consulting agreements entered into between the Plaintiff and the Subsidiary from year 2017 to 2018 ("**Claim 1**"), and (ii) allegedly being in breach of various intermediary services agreements entered into between the Plaintiff and the Subsidiary in 2018 ("**Claim 2**") (Claim 1 and Claim 2 collectively referred to as the "**Claims**"). Both Claims arose from the Plaintiff's and the Subsidiary's involvement in the ShenJinBao project in China (生金宝项目).

In connection with Claim 1, the Plaintiff is claiming against the Subsidiary for an aggregate sum of RMB 7,176,726.48, comprising the sum of RMB 5,247,981.27 in unpaid referral services fees, and liquidated damages for breach of contract (assessed up to 28 May 2021) amounting to RMB 1,928,745.21. In connection with Claim 2, the Plaintiff is claiming against the Subsidiary for an aggregate sum of RMB 470,752.08, comprising the sum of RMB 403,955.26 in unpaid intermediary service fees, and "capital occupation fee" (资金占用费) (assessed up to 28 May 2021) amounting to RMB 66,796.82.

The aggregate sum of the Claims is RMB 7,647,478.56 (assessed up to 28 May 2021) (the "**Aggregate Claim Amount**").

In the 8 November 2021 announcement and the 2 September 2022 announcement, the Board announced that it was in consultation with its legal advisers in China to take all such steps to defend the Claims. The Company wishes to announce that, at the advice of its Chinese legal advisers, the Board has decided that it is in the best interest of the Group to enter into a settlement with the Plaintiff (the "**Settlement**"). The Settlement hearing took place on 11 November 2022 at the People's Republic of China Court in Longgang District, Shenzhen City, Guangdong Province (the "**Court**"). The salient terms of the Settlement are as follows:

(1) The Subsidiary shall pay to the Plaintiff an aggregate amount of RMB 3,000,000.00 as full and final settlement of both Claims (the "**Settlement Sum**").

(2) The Settlement Sum shall be paid by the Subsidiary to a designated bank account of the Plaintiff in two tranches. The first tranche shall be for a sum of RMB 2,000,000.00 payable before 25 November 2022, and the second tranche shall be for the remaining sum of RMB 1,000,000.00 payable before 31 December 2022.

(3) Upon full payment of the Settlement Sum by the Subsidiary, neither party shall have any further claims against the other party in connection with the Claims. In addition, the Plaintiff shall have no further claim whatsoever against the Subsidiary in connection with the ShenJinBao project (生金宝项目).

The Company intends for the Subsidiary to fulfill its obligations under the Settlement in a timely manner. The full Settlement Sum will be funded by the Subsidiary, with no additional funding required from the Company or any entity within the Group to meet the full Settlement Sum.

Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Eric Khua Kian Keong
Executive Director & CEO
21 November 2022