

RENAISSANCE UNITED LIMITED

(Company Registration No. 199202747M)

Incorporated in Singapore

SETTLEMENT OF LEGAL PROCEEDINGS

1. INTRODUCTION

On 8 May 2018, Capri filed a complaint in King County Superior Court (the “Court”) for money due and owing by, and breach of promissory note, (the “Suit”) against HeHome Development, Inc. (“HeHome”). The Suit arose out of a purchase and sale agreement for real property between the Capri as seller and HeHome as purchaser dated 3 March 2015, as amended by a “First Amendment” on 13 March 2015, and a “Second Amendment” on 29 April 2015 (collectively, the “Agreement”).

Pursuant to the Agreement, Capri agreed to sell and HeHome agreed to buy property in the Falling Water Planned Development District (the “Property”). The Property had been subdivided into 96 individual single-family lots (each, a “Lot”), to be sold to third parties after closing pursuant to the Agreement. The total purchase price for the Property was US\$5,000,000, of which US\$3,000,000 has been paid and US\$2,000,000 remained unpaid and is evidenced by a Promissory Note (the “Note”) which was to be paid in equal instalments of US\$20,800 as HeHome sold each of the 96 Lots after closing. HeHome sold the entire Property for approximately US\$12,000,000 on 25 September 2018.

In pursuance of the Suit, Capri was awarded a partial summary judgment on 19 April 2019 on its claim for breach of promissory note, and judgment was entered against HeHome by the Superior Court for \$2,000,000 plus interest at 12% accruing from September 2018, and its attorneys’ fees and costs.

However, the Court reserved HeHome’s defenses and counterclaims which related to that claim; and HeHome appealed the order granting partial summary judgment at the Washington State Court of Appeals, Div. I, No. 79881-2-I. Under the rules of the Washington State Courts, HeHome had an automatic right to stay enforcement of the judgment under RAP 7.1 upon the posting of a bond. The Court of Appeals stayed enforcement of the judgment upon HeHome depositing a further US\$1,000,000 with the Court.

2. SETTLEMENT

On 30 September 2019 Pacific Standard Time, Capri and HeHome agreed to settle both the lower court and appellate court proceedings, and HeHome agreed to pay Capri the amount of two million United States Dollars (\$2,000,000). Each party will bear its own costs in respect of the discontinuance of their claims and counterclaims in the suit and

appeal.

3. CAUTIONARY STATEMENT

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

By Order of the Board

Allan Tan
Company Secretary
1 October 2019