WORLD PRECISION MACHINERY LIMITED
(Incorporated in Singapore)
(Co. Regn. No: 200409453N)

UPDATE - DISCLOSEABLE TRANSACTION
LOAN TO YINCHENG REAL ESTATE GROUP CO., LTD.

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1. INTRODUCTION

The Board of Directors (the "**Board**") of World Precision Machinery Limited (the "**Company**" and the Company and its subsidiaries, the "**Group**") refers to the Company's announcement released on SGXNET on 10 May 2022 (the "**10 May Announcement**") in relation to the New Loan Agreement entered into between World Precision Machinery (China) Co., Ltd., (the "**Lender**"), a wholly owned subsidiary of the Company incorporated in the People's Republic of China, and Yincheng Real Estate Group Co., Ltd. (银城地产集团股份有限公司) (the "**Borrower**" and the loan, "**New Loan**").

Capitalised terms used in this Announcement shall have the same meanings ascribed to them in the 10 May Announcement unless otherwise defined.

2. UPDATE

The New Loan was due for repayment on 9 May 2023, and is currently overdue. This is despite efforts on the part of the Group's management team to recover the New Loan from the Borrower.

The management team has accordingly sought recourse against Mr Wang Weiyao (Non-Executive Non-Independent Director), who is a guarantor of the New Loan.

In this connection, Mr Wang Weiyao has agreed to settle the New Loan (including all interest accruing thereon) on behalf of the Borrower on or before 31 August 2023, and upon settlement of the New Loan (and interest accruing thereon), the Lender will novate the New Loan Agreement to Mr Wang Weiyao.

By Order of the Board
World Precision Machinery Limited

Shao Jianjun
Executive Chairman
14 July 2023