

HOCK LIAN SENG HOLDINGS LIMITED
(Company Registration No.: 200908903E)
(Incorporated in the Republic of Singapore)

Out-of-court settlement of a legal proceeding

The Board of Directors of Hock Lian Seng Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcement released by the Company on 1 March 2021 in relation to the MCST of Ark@KB (the “**Development**”) initiating a legal proceedings against the Company’s subsidiary Hock Lian Seng Properties Pte. Ltd. (“**HLSP**”) and Hock Lian Seng Infrastructure Pte. Ltd. (“**HLSI**”) in connection with the alleged defects of the Development for a repair cost of \$553,155.50 (the “**Claims**”). HLSP and HLSI was the developer and main contractor respectively for the Development which was completed in 2015.

The Board wishes to update Shareholders that HLSP and HLSI have reached an amicable out-of-court settlement with the MCST of Ark@KB in relation to the claim on a full and final settlement basis, the terms of which are to be kept confidential.

Pursuant to the settlement, the MCST of Ark@KB has since discontinued its claim, and shall have no further claims against HLSP and HLSI.

The Board is of the view that the settlement is in the interests of the Company. The settlement is not expected to have a material adverse effect on the financial position of the Group taken as a whole for the financial year ending 31 December 2021.

By Order of the Board

Siau Kuei Lian
Company Secretary

2 September 2021