

HOE LEONG CORPORATION LTD.
(the “Company”)
(Company registration number 199408433W)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT OF COURT ORDER

The Board of Directors (the “**Board**”) of Hoe Leong Corporation Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to litigation with Sumatec Resources Berhad (“**Sumatec**”) in Suit No. WA-22NCC-65-02/2019 (the “**Suit**”) stated in the unaudited quarterly results of the Group announced by the Company on 15 May 2019, 8 August 2019, 12 November 2019, 28 February 2020, 14 May 2020, 14 August 2020 and Annual Report for Financial Year ended 31 December 2019.

The Suit was filed in the High Court of Malaya in Kuala Lumpur (the “**High Court**”) by Sumatec against the Company and 6 other defendants for general and exemplary damages for fraud and conspiracy (the “**Claim**”).

In this regard, the Company, as the 6th Defendant in the above suit, had on 6 March 2020 applied for an order that Sumatec pay Security for Costs into the High Court before the Claim could proceed.

On 9 June 2020, the High Court allowed the Company’s application and ordered Sumatec to pay into Court a sum of RM70,000 as Security for Costs by 1 August 2020, failing which the Claim against the Company would be struck out. Sumatec subsequently failed to deposit the sum of RM70,000 into the Court by 1 August 2020 and the High Court accordingly struck out Sumatec’s claim against the Company on 11 August 2020 with costs of RM10,000 to be paid to the Company.

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

By Order of the Board

Liew Yoke Pheng, Joseph
Executive Chairman and Chief Executive Officer

24 August 2020