



KOON HOLDINGS LIMITED
(INCORPORATED IN THE REPUBLIC OF SINGAPORE)
(COMPANY REGISTRATION NO. 200303284M)
(ARBN 105 734 709)

Registered Office Address: 11 Sixth Lok Yang Road, Singapore 628109 (Singapore)
Level 12 225 George Street Sydney NSW 2000, Australia (Australia)

STATUS OF THE PRECAST DIVISION

Legal proceedings against the Precast division

The board of directors (the “**Board**”) of Koon Holdings Limited (the “**Company**”) wishes to announce that:

The Company has a division of related companies which specialises in the precasting of concrete structures (the “**Precast Division Companies**”). The Precast Division Companies include Econ Precast Pte. Ltd., Econ Precast Sdn Bhd, Contech Precast Pte Ltd, Bukit Intan Pte Ltd, Sindo-Econ Pte Ltd and PT Sindomas Precas.

Due to aggressive bidding amongst competitors and operating challenges faced, some of these Precast Division Companies have been suffering losses. This in turn has contributed to the Company’s poor financial position.

Some of the Precast Division Companies are also facing claims made by their creditors, and have had to address legal proceedings commenced against them by their creditors.

Given the financial position of these Precast Division Companies, the Company (in consultation with the respective directors of the Precast Division Companies) has studied the viability of having these Precast Division Companies defend and/or settle the legal proceedings that have been commenced against them in the Singapore Courts.

After further consideration, the Company has decided to commence voluntary winding-up proceedings for the Precast Division Companies, so as not to jeopardise the on-going restructuring of the Company and the Koon Group.

The Company is proposing to appoint Mr Lin Yueh Hung and Mr Ng Kian Kiat of RSM Corporate Advisory Pte Ltd as joint and several liquidators for the administration of the voluntary winding-up proceedings for (i) Econ Precast Pte. Ltd.; (ii) Bukit Intan Pte Ltd; and (iii) Sindo-Econ Pte Ltd.

Since Econ Precast Sdn Bhd in Malaysia and PT Sindomas Precas in Indonesia are subsidiaries of Econ Precast Pte Ltd and Sindo-Econ Pte Ltd, respectively, they will be dealt with by the Liquidators of Econ Precast Pte Ltd and Sindo-Econ Pte Ltd during the course of liquidation.

The Company also highlights that Contech Precast Pte Ltd is presently the subject of a compulsory winding-up application initiated by the CBE Group in the Singapore Court. The Company will provide further updates about Contech Precast Pte Ltd in due course, if necessary.

This announcement was authorised for release by the Company's Acting Managing Director.

BY ORDER OF THE BOARD

Oh Koon Sun
Acting Managing Director
14 July 2020