



SOILBUILD CONSTRUCTION GROUP LTD.

(Company Registration No. 201301440Z)
(Incorporated in the Republic of Singapore)

RECEIPT OF NOTICE OF ADJUDICATION

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Soilbuild Construction Group Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that on 8 April 2023, the Company’s wholly-owned subsidiary, Precast Concrete (Pontian) Sdn Bhd (“**PCPSB**”) has received request letters dated 6 April 2023 from one of PCPSB’s contractor (the “**Contractor**”), which was addressed to the Director of Asian International Arbitration Centre for registration of adjudication and appointment of adjudicator.

2. THE ADJUDICATION APPLICATION

The Adjudication Application was registered by the Contractor in respect of claims against PCPSB amounting to approximately MYR 7.0 million (S\$2.1 million) (the “**Claims**”).

3. GENERAL

A third-party accredited quantity surveyor consultant (the “**Consultant**”) has assessed that the outstanding payable by PCPSB to the Contractor based on the Claims submitted is approximately MYR 5.5 million (S\$1.6 million). The Consultant has also further assessed that PCPSB is entitled to compensation for penalties and liquidated damages from the Contractor amounting to approximately MYR 1.8 million (S\$0.5 million) in relation to the same contract (the “**Compensation Amount**”). Taking into account the Compensation Amount, the net outstanding payables by PCPSB to the Contractor based on the Consultant’s assessment is approximately MYR 3.7 million (S\$1.1 million).

The Company is of the view that there is proper basis in resisting the Adjudication Application. The Company will make further announcements to update its shareholders when there are material developments in respect of the matter, as and when necessary.

**BY ORDER OF THE BOARD
SOILBUILD CONSTRUCTION GROUP LTD.**

Lim Han Ren
Executive Director

12 April 2023
Singapore