

## STR Holdings, Inc. Provides Update

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*STR Holdings, Inc. ("STRI" or the "Company") is providing today a status update to shareholders.*



STR Holdings, Inc. (OTCMKTS:STRI)

TOLLAND, CT, USA, July 15, 2024 /EINPresswire.com/ -- As announced on September 14, 2023, the Company's Board of Directors (the "Board") and a majority of stockholders previously approved a Plan of Complete Liquidation and Dissolution (the "Plan").

As contemplated by the Plan, the Company filed a Certificate of Dissolution, effective on October 16, 2023, with the Delaware Secretary of State dissolving the Company and closing the stock transfer books and records for STRI.

Under advice of Delaware Counsel, the Company is pursuing a dissolution process designed to preserve shareholder value and limit potential liabilities, with the ultimate goal of maximizing the benefit to shareholders in the form of a distribution of the Company's cash.

The Company has made significant progress along the dissolution process, including completion of public and private notifications to solicit potential creditor claims. No adverse claims were received as a result of these notifications. The Company has agreed to continue prior director and officer indemnity related to ongoing litigation.

The Company intends to distribute, pro rata in one or more distributions, its remaining cash to its stockholders, to the extent that such cash has been determined legally available for such distribution, and, if pursued by the Board, such distribution is approved by the Delaware Court of Chancery. Cash is generally considered legally available for distribution once all potential liabilities have been paid, or otherwise provided for, in full. Stockholders of record will not be required to take any action to participate in a distribution.

As part of our continuing wind-down effort, the Company further reduced recurring executive and director compensation, professional fees, IT fees and net banking costs by approximately 86% vs. the prior year and by approximately 97% since the 2021 Board-approved wind-down. We have also completed the formal closing of our administrative entity in Hong Kong. The Company no longer owns any foreign entities, and all assets are held in the United States.

Among other activities, the Company continues to pursue various legal actions in India against Lucent Clean Energy PVT LTD demanding payment of monies owed for prior raw material and equipment sales.

As of the date of this publication, the Company, its executives, and certain former business partners remain subject to a legal proceeding brought by former employees, related to the 2021 sale of Specialized Technology Resources España, S.A.U. and certain of its assets. The Company maintains that the case is without merit and expects to continue its vigorous defense.

The Company reiterates that its estimate of funds that will be legally available for distribution remains in the range of \$0 to \$5 million. As of the date of this press release, the Company has 20,152,029 shares of common stock issued and outstanding.

The amount and timing of distributions, if any, will depend upon and could be affected, delayed or eliminated by, among other things, (i) the timeline for important litigation against us, the timing of which is beyond the Company's ability to control, (ii) the amount and timing of claim settlements and reserves set aside to address creditors and contingent liabilities and, to the extent pursued by the Board, requirements of the Delaware Court of Chancery-in a supervised long-form dissolution process, (iii) the expenses incurred by the Company, and (iv) the timing and net proceeds received on the disposition of its remaining non-cash assets. In addition, a creditor could seek an injunction against, or otherwise seek to interfere with the making of distributions to our stockholders, on the ground that the amounts to be distributed were needed to provide for the payment of our liabilities and expenses. Any such actions by a stockholder or a creditor could delay, reduce or eliminate the amount available for distribution to our stockholders, or otherwise cause the Company to abandon its wind-down plan. The Company cannot ensure that any funds will become available for distribution or be distributed to its stockholders.

Forward-Looking Statement Disclaimer: This press release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements are subject to inherent risks and uncertainties, including statements regarding the Company's proposed winding down of its operations and the amount and timing of distributions, if any, to its stockholders. The Company is currently unable to predict the amount or timing of such distributions, if any. The amount and timing of such distributions will depend on and could be affected, delayed or eliminated by any number of risks and uncertainties, many of which are not in the control of the Company, including without limitation those discussed in this press release. Moreover, the Board may modify or abandon its plan to wind down its business and operations at any time. The Company undertakes no obligation to publicly update any forward-looking statement contained in this press release, whether as a result of new information, future developments or otherwise, except as may be required by law.