



Far East Orchard Limited
(Incorporated in the Republic of Singapore)
Company Registration No. 196700511H

RECEIPT OF ORIGINATING CLAIMS BY AN ASSOCIATED COMPANY

The board of directors ("**Board**") of Far East Orchard Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that it has been informed by its associated company, Far East Opus Pte. Ltd. ("**FEOpus**"), that FEOpus has on 31 May 2024 been served with Originating Claims ("**OCs**") filed in the High Court of Singapore ("**Court**") by 13 subsidiary proprietors of units ("**Claimants**") in SBF Center. The Company holds a 20% effective interest in FEOpus.

SBF Center is a commercial development by FEOpus that was completed in 2016. Under the OCs, the Claimants are alleging misrepresentation and seeking from FEOpus, *inter alia*, rescission of their sale and purchase agreements and the return of the aggregated purchase price of approximately S\$42.73 million or such other sum together with interest at such rate and for such period as the Court may allow, or, alternatively: (i) damages in lieu of rescission; (ii) damages of an aggregated sum of approximately S\$12.82 million or such sum as the Court may allow; or (iii) damages for misrepresentation.

FEOpus has engaged lawyers and is disputing the allegations of the Claimants under the OCs, which it finds unmeritorious and misconceived. FEOpus has been advised that it has a good argument that the claims are time-barred and intends to challenge the validity of the claims filed on the grounds that the claims under the OCs are time-barred.

Even if the Claimants are successful in their claims, the Group's maximum potential financial exposure will be limited to the proportional sum based on the Company's 20% effective interest in FEOpus and the Board is of the view that such sum will not have a material impact on the Group's financial position and ability to continue its existing business operations.

The Company will release further announcements on any material developments in relation to the OCs as and when appropriate, in compliance with the Listing Rules of the Singapore Exchange Securities Trading Limited.

By Order of the Board

Phua Siyu Audrey
Company Secretary
21 June 2024