

PARKSON RETAIL ASIA LIMITED
(Company registration number: 201107706H)
Incorporated in the Republic of Singapore

UPDATE ON LEGAL PROCEEDINGS INVOLVING PARKSON CORPORATION SDN BHD

The Board of Directors ("**Board**") of Parkson Retail Asia Limited ("**Company**", and together with its subsidiaries, the "**Group**") refers to the Company's announcements dated 27 August 2019, 20 September 2019, 30 September 2019, 1 October 2019, 24 October 2019, 31 October 2019, 12 November 2019, 14 February 2020, 15 May 2020, 27 August 2020, 30 October 2020, 1 December 2020, 4 February 2021, 6 April 2021, 11 May 2021, 13 August 2021, 12 November 2021, 7 January 2022, 20 January 2022, 13 May 2022, 12 August 2022 and 14 November 2022 ("**Previous Announcements**") in which the Company announced and updated on the ongoing legal proceedings involving Parkson Corporation Sdn Bhd ("**PCSB**") and Millennium Mall Sdn Bhd ("**MMSB**"). The capitalised terms used herein shall have the same meaning ascribed to them in the Previous Announcements.

The Board hereby announces that PCSB and MMSB have on 20 February 2023 entered into a settlement agreement for the full and final settlement of all disputes and claims between PCSB and MMSB relating to and/or arising from and/or in connection with the sub-lease arrangements between PCSB and MMSB ("**Sub-lease Arrangements**") ("**Settlement Agreement**"). Pursuant to the terms of the Settlement Agreement, it has been agreed, amongst others, that:

- (a) PCSB shall pay a lump sum of RM10.4 million (approximately S\$3.2 million) to MMSB ("**Settlement Sum**"), without admission as to liability, within 14 days from the date of the Settlement Agreement; and
- (b) PCSB and MMSB shall relinquish, waive, release and/or discharge each other from all claims, debts and liabilities whatsoever in connection with and/or arising from the existing legal and arbitration proceedings involving PCSB and MMSB in relation to the Sub-lease Arrangements, and MMSB shall not in the future institute any proceedings and/or action against PCSB relating to and/or arising from and/or in connection with the Sub-lease Arrangements.

PCSB will be making payment of the Settlement Sum in accordance with the terms of the Settlement Agreement. The aforementioned settlement is not expected to have a material financial impact on the Group for the financial year ending 31 December 2023.

For and on behalf of the Board
PARKSON RETAIL ASIA LIMITED

Tan Sri William Cheng Heng Jem
Executive Chairman
21 February 2023