



OXLEY HOLDINGS LIMITED

(Incorporated in the Republic of Singapore under Registration No. 201005612G)

UPDATE ON "THE PEAK" PROJECT IN CAMBODIA

The Peak is a 55-storey mixed hotel development project comprising one tower of hotel and offices, two towers of residential units, a retail mall and a multi-story car park (the "**Project**"), which is being developed by Oxley Gem (Cambodia) Co., Ltd. ("**Oxley Gem**"), a subsidiary of Oxley Holdings Limited. Oxley Gem had engaged Sino Great Wall International Engineering Co., Ltd. ("**SGW**") as the main contractor for the Project.

Unfortunately, due to financial difficulties faced by the parent company of SGW and their continued mismanagement of the Project, the Project was wrought with significant delays and difficulties. In light of the foregoing, Oxley Gem had called on the two performance bonds provided by SGW for the Project. In order to mitigate any further delays in the Project, Oxley Gem also decided to terminate the contract with SGW in October 2019.

We wish to inform you that Oxley Gem has since vetted and appointed another main contractor, China Railway Urban Construction Group Co., Ltd. ("**CRUCG**"), which is a state-owned entity with strong financials, to ensure the smooth completion of the Project.

After termination, SGW was required to vacate the site in order for CRUCG to complete the Project. In defiance of its contractual obligations, SGW refused to vacate the Project site and wrongfully occupied the site. This had caused further delays in the Project as CRUCG was not able to enter the site to commence work on the Project.

Oxley Gem thus commenced legal proceedings and successfully obtained an injunction order to evict SGW on 14 February 2020. On 25 February 2020, the Cambodian court bailiff commenced the execution of the injunction order at the Project site in accordance with legal procedures. As of today, SGW has completely vacated the Project site and CRUCG will be commencing work on the Project as soon as possible.

Oxley Gem is instructing its lawyers to seek compensation from SGW for all damages suffered due to SGW's repeated breaches of its obligations under the contract and at law.

By Order of the Board

Ching Chiat Kwong
Executive Chairman and CEO
26 February 2020