

GENERAL ANNOUNCEMENT::UPDATE ON LEGAL PROCEEDINGS

Issuer & Securities

Issuer/ Manager

VIBRANT GROUP LIMITED

Securities

VIBRANT GROUP LIMITED - SG1BJ7000008 - BIP

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No

Announcement Details

Announcement Title

General Announcement

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Announcement Sub Title

Update on Legal Proceedings

Announcement Reference

SG220504OTHRE7BP

Submitted By (Co./ Ind. Name)

Francis Lee

Designation

CFO

Effective Date and Time of the event

04/05/2022 07:00:00

Description (Please provide a detailed description of the event in the box below)

Please refer to the attachment.

Attachments

[Announcement.pdf](#)

Total size =82K MB



VIBRANT GROUP LIMITED

Company Registration Number: 198600061G

UPDATE ON LEGAL PROCEEDINGS

The board of directors (the “**Board**”) of Vibrant Group Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) refers to the Company’s earlier announcements dated 25 February 2022 and 4 March 2022 respectively in relation to the legal proceedings commenced by 中铁建工集团有限公司 (“**Plaintiff**”) against the Company’s 31% owned Chinese associated company, Vibrant Pucheng Logistics (Chongqing) Co., Ltd (“**Vibrant Pucheng**”).

The Company wishes to update shareholders that following an open court hearing held on 28 February 2022, Vibrant Pucheng was, on 28 April 2022, served with a judgement from the People’s Republic of China Court (“**Court**”) dated 14 April 2022. Pursuant to the judgment, the Court had ordered that:

- (a) the agreement entered into between the Plaintiff and Vibrant Pucheng on 2 August 2019 in relation to the construction of the Multi-Modal Logistics Distribution Centre located in Chongqing, People’s Republic of China be terminated;
- (b) Vibrant Pucheng be required to pay the Plaintiff the amount owed to the Plaintiff, being the sum of (i) RMB 59,385,282 and (ii) interest accrued on such principal amount to be calculated based on the People’s Republic of China Bank lending rate from 12 November 2021, within 10 days from the effective date of judgment;
- (c) in the event the Multi-Modal Logistics Distribution Centre project is disposed of at a discount or pursuant to an auction for a price not exceeding RMB 59,385,282, the Plaintiff shall have priority in receiving any compensation;
- (d) all other claims made by the Plaintiff were rejected; and
- (e) Vibrant Pucheng be required to pay court fees and property preservation fees amounting to RMB 354,323.

The Company has been notified that Vibrant Pucheng intends to submit an appeal against the Court’s decision, and is currently seeking legal advice from its Chinese legal advisers. The Company will make further announcements to update its shareholders when there are material updates as may be necessary or appropriate.

As disclosed in the Company’s announcement dated 4 March 2022, the contract liability of RMB 59,385,282 had previously been accrued for by Vibrant Pucheng. Subject to the quantification of interest accrued on the principal amount which is pending clarification with the Court and the outcome of any appeal, the Group does not expect the outcome of the legal proceedings to have a material impact on the Group.

Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

Eric Khua Kian Keong
Executive Director & CEO
4 May 2022