



DARCO WATER TECHNOLOGIES LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 200106732C)

**UPDATE ON LEGAL ACTION AGAINST
FORMER DIRECTOR AND EXECUTIVE OFFICER**

1. BACKGROUND

- 1.1 The board of directors (the “**Board**”) of Darco Water Technologies Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement relating to the issuance of a letter of demand dated 12 August 2020 against its former director and executive officer, Mr Thye Kim Meng (“**Mr Thye**”), released on SGXNet on 12 August 2020 and the Company’s announcement relating to the filing of a Writ of Summons and Statement of Claim in the High Court of Singapore against Mr Thye (the “**Suit**”), released on SGXNet on 9 September 2020 (the “**Previous Announcements**”).
- 1.2 Unless otherwise defined, capitalised terms used herein shall bear the same meaning as ascribed to them in the Previous Announcements.
- 1.3 Please refer to the Company’s announcements on 31 October 2018, 1 November 2018, 26 August 2019, 16 April 2020 and 7 August 2020 for further details on the past transactions and the comprehensive internal review that gave rise to the Suit.

2. SERVICE OF PROCESS ON, AND ENTRY OF APPEARANCE BY, MR THYE

- 2.1 The Board wishes to announce that on 9 September 2020, the Company’s legal counsel served the Writ of Summons and Statement of Claim on Mr Thye by way of personal service at his residence, which service was acknowledged by Mr Thye and that on 11 September 2020, Mr Thye entered an appearance in the Suit.
- 2.2 The Company will make further announcements as appropriate to update shareholders accordingly.

3. CAUTION IN TRADING

Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company. The Company will make the necessary announcements as and when there are further developments in relation to the above matter. Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully, and should consult their stock brokers, bank managers, financial



advisors, legal advisors and/or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Poh Kok Hong
Executive Director and Chief Executive Officer

11 September 2020