



DARCO

BETTER SOLUTIONS TO WATER & WASTE

Darco Water Technologies Limited

(Incorporated in the Republic of Singapore)
(Company Registration Number 200106732C)

UPDATE ON LEGAL PROCEEDINGS INVOLVING THE COMPANY'S SUBSIDIARY

The Board of Directors (the "**Board**" or the "**Directors**") of Darco Water Technologies Limited (the "**Company**") refers to the announcement released by the Company on 24 April 2025 (the "**Previous Announcement**"). Unless otherwise defined, all terms and references used herein shall bear the same meanings ascribed to them in the Previous Announcement. Please refer to the Previous Announcement for further details.

Subsequent to the Previous Announcement, the Penang High Court had, on 21 October 2025, dismissed the Supplier's application for summary judgement and issued an order allowing DIW to submit a counterclaim against the Supplier by amending its defence (the "**Amended Defence and Counterclaim**"). DIW submitted the Amended Defence and Counterclaim on 31 October 2025.

According to the Amended Defence and Counterclaim, DIW is counterclaiming from the Supplier an aggregate of RM1,007,050 (equivalent to approximately S\$313,917) together with any other damages and/or costs to be assessed by the Court.

Pending the outcome of the Suit, the Board does not expect the Suit to affect the Group's ability to continue its business operations, and the Suit is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the financial year ending 31 December 2025.

The Company will release further announcements to update its shareholders as and when there are material developments in relation to the Suit, including the impact of the Suit on the Group's financials (if any and pending the outcome of the Suit).

By Order of the Board of
Darco Water Technologies Limited

Zhang Zhenpeng
Executive Director and Chief Executive Officer
7 November 2025