

CSE GLOBAL LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 198703851D)

COMMENCEMENT OF LEGAL PROCEEDINGS

1. The Board of Directors (the “**Board**”) of CSE Global Limited (the “**Company**” together with its subsidiaries, the “**Group**”) would like to announce that CSE W-Industries, Inc. (“**W-Industries**”), a wholly owned subsidiary of the Company, is in the process of filing legal proceedings in Texas, United States of America, against a customer (“**Customer**”) (the “**Legal Proceedings**”).

BACKGROUND

- (a) W-Industries was engaged by the Customer as a sub-contractor on a construction project in the United States (“**Project**”) for which the Customer was the general contractor.
 - (b) In connection with the Project, the Company and W-Industries jointly applied for a counter standby letter of guarantee from a bank (“**SBLC**”). The SBLC was issued in favour of the Customer as the beneficiary and can be drawn only to repay the Customer for amounts due, owing and unpaid from W-Industries to the Customer under the subcontract between W-Industries and the Customer.
 - (c) The Customer called on the SBLC and the bank made a payment of US\$6 million to the Customer on 20 December 2024 (US local time).
2. The Company and the Board are of the view that the call on the SBLC by the Customer was frivolous and without merit. The Company has sought legal advice and intends to commence Legal Proceedings against the Customer to recover the amount paid to the Customer under the SBLC. The Company will take all steps necessary to preserve its rights and intends to pursue the claims against the Customer vigorously.
3. In the event that the Company does not succeed in the Legal Proceedings or is unable to recover the full amount paid to the Customer by the bank under the SBLC, there may be an impact on the financial performance of the Group for the current financial year ending 31 December 2024 (“**FY2024**”). However, given that the Legal Proceedings are in the preliminary stage, the Company is currently unable to quantify the impact of the Legal Proceedings on the financial performance of the Group for FY2024.
4. The Company will make the relevant update announcements in compliance with the Listing Manual of the Singapore Exchange Securities Trading Limited and update shareholders as and when there are material developments on the Legal Proceedings.
5. Shareholders and potential investors are reminded to exercise caution when dealing or trading in the shares of the Company and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers if they are in doubt as to the actions that they should take.

BY ORDER OF THE BOARD
CSE GLOBAL LIMITED

Eunice Hooi
Company Secretary
27 December 2024