



COMMENCEMENT OF ARBITRATION PROCEEDINGS

The Board of Directors ("**Board**") of Addvalue Technologies Ltd (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that the Company's wholly-owned subsidiary, Addvalue Communications Pte Ltd ("**Claimant**"), has commenced arbitration proceedings in Hong Kong ("**Arbitration**") at the Hong Kong International Arbitration Centre (HKIAC) against XEPIC Corporation Limited ("**Respondent**"), a company incorporated in the People's Republic of China, for the sum of at least US\$2.1 million and damages for wrongful termination or repudiation of contracts in relation to the production of field programmable gate arrays (FPGA)-based products and the provision of original equipment manufacturing technical services by the Claimant for the Respondent, together with interest and costs.

The Company is working closely with its lawyers in connection with the Arbitration, and will take all necessary steps to enforce and protect its rights.

The Board is of the view that the commencement of arbitration proceedings against the Respondent is not expected to have any material impact on the financial position of the Company. The Company will make further announcements as and when there are material developments concerning this matter.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing with the securities of the Company and, when in doubt as to the action they should take, they should consult their financial, tax and/or other professional adviser(s) immediately.

BY ORDER OF THE BOARD

Mr Tan Khai Pang
Chief Executive Officer
26 November 2024