

Ho Bee Land Limited

(Co. Reg. No.: 198702381M)

ANNOUNCEMENT

JUDGEMENT OBTAINED ON APPEAL AGAINST NOTICE OF ADDITIONAL TAX ASSESSMENTS RAISED BY THE COMPTROLLER OF INCOME TAX CONCERNING GAINS DERIVED FROM THE SALE OF INVESTMENT PROPERTIES

Reference is made to the most recent results announcement made by Ho Bee Land Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) in relation to the additional tax assessments raised by the Comptroller of Income Tax (“**CIT**”) in respect of gains arising from the disposal of certain investment properties of the Group on 12 August 2021, Note 5(b) of the Notes to the interim financial statements for the half year ended 30 June 2021.

The Group had objected to these assessments earlier and made full payment on the additional assessments in the previous years.

The Board of Directors is pleased to announce that the Income Tax Board of Review (“**ITBR**”) has granted judgement on the appeal in favor of the Group in December 2021. The gains on the said investment properties were found to relate to the sale of capital assets and therefore not taxable as trading income. Subsequent to the judgement, the Group has just received the tax refund of approximately S\$23.6 million in full. This amount will be accounted for in the financial results for the year ended 31 December 2021.

By Order of the Board

Nicholas Chua
Executive Director and
Chief Executive Officer

21 January 2022