



ECONPILE HOLDINGS BERHAD (1017164-M)

Stock Exchange Listing: Main Market of Bursa Malaysia Securities Berhad

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ECONPILE HOLDINGS BERHAD (“ECONPILE” OR THE “COMPANY”) MATERIAL LITIGATION

KUALA LUMPUR HIGH COURT SUIT NO. WA-22NCC-39-02/2023 BETWEEN ECONPILE (M) SDN BHD (“EMS B”), A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY, AND IRDK VENTURES SDN BHD (IN LIQUIDATION) (“IRDK”), TAN SRI DATO’ SRI DR. RAMASAMY A/L MUTHUSAMY AND PUAN SRI DATIN SRI DR. INDRA GHANDI A/P ELAYAPPAN

1. Introduction

Reference is made to the Company’s earlier announcements dated 8 October 2015, 15 July 2016 and 15 October 2018 in relation to the arbitration proceedings between IRDK and EMSB, a wholly-owned subsidiary of the Company.

As previously announced, the matter arose from the contract awarded by IRDK to EMSB vide a letter of award dated 8 October 2014 for piling works for a project known as Cadangan Pembangunan Kondominium Yang Mengandungi 2 Blok Menara Kondominium 23 Tingkat, 1 Blok Podium Tempat Letak Kereta Dan 28 Unit Link Villa 4 Tingkat Di Atas Lot PT 8790, Pusat Bandar Puchong, Daerah Petaling, Selangor Darul Ehsan, for a total contract sum of RM8,730,000.00 only (“the Contract”).

The arbitration proceedings which were the subject of the earlier announcements have concluded. This announcement concerns the subsequent proceedings commenced in the High Court of Malaya at Kuala Lumpur in Suit No. WA-22NCC-39-02/2023 (“the Suit”), which was filed by EMSB following EMSB’s inability to recover the sums awarded in its favour against IRDK under the arbitration proceedings.

2. Background and Developments

As announced on 15 July 2016, EMSB had been paid the sum of RM2,033,225.03, being the sum awarded to EMSB against IRDK under an adjudication decision dated 30 October 2015. Thereafter, as announced on 15 October 2018, EMSB had on 5 October 2018 been awarded the sum of RM3,841,087.81, together with interest and costs, under a Final Award (Ex-Parte) in the arbitration proceedings (“the Arbitration Award”).

The Board of Directors of the Company (“the Board”) wishes to update that, subsequent to the Arbitration Award, EMSB pursued recovery of the sum under the Arbitration Award by way of winding-up proceedings, where it discovered that IRDK had been wound up before the issuance of the Arbitration Award. In the course of its enforcement efforts, EMSB had filed a proof of debt for the sum under the Arbitration Award in a total of RM4,102,751.61 (“the POD Sum”), which was submitted and admitted in the winding-up process.

Having obtained leave of the winding-up Court to commence proceedings, EMSB filed an action in conspiracy against IRDK and its two former directors, Tan Sri Dato’ Sri Dr. Ramasamy A/L Muthusamy (“Tan Sri Ramasamy”) and Puan Sri Datin Sri Dr. Indra Ghandi A/P Elayappan (“Puan Sri Indra”), seeking amongst others that Tan Sri Ramasamy and Puan Sri Indra be held jointly and

severally liable for the sum of the Arbitration Award as recorded in the POD Sum, as well as further damages arising from the conspiracy against EMSB.

The Suit was heard before the High Court on 24, 25 and 26 November 2025, 1 and 2 December 2025, and 6 March 2026. The High Court delivered its Judgment in the Suit on 24 April 2026 (“the Judgment”).

3. *High Court Judgment on the Suit*

The Kuala Lumpur High Court (Commercial Division) vide the Judgment, granted reliefs in favour of EMSB, including general damages assessed at the POD Sum against IRDK and Tan Sri Ramasamy, exemplary damages of RM500,000.00 against Tan Sri Ramasamy, interest at the rate of 5% per annum on all sums ordered to be paid from the date of the Judgment until full and final payment, and global costs of RM100,000.00 payable by IRDK and Tan Sri Ramasamy to EMSB, subject to allocatur fee. No substantive relief was granted against Puan Sri Indra under the Judgment.

Tan Sri Ramasamy had filed an appeal against the Judgment on 5 May 2026, in Court of Appeal Civil Appeal No.: W-02(NCC)(W)-923-05/2026 (“the Appeal”). This Appeal is set for Case Management on 20 May 2026.

4. *Stay of Execution Application*

Tan Sri Ramasamy subsequently filed an application for stay of execution of the Judgment. The said application was dismissed by the High Court of Malaya Kuala Lumpur on 15 May 2026, with costs of RM5,000.00 awarded to EMSB.

5. *Financial and Operational Impact*

The Judgment is not expected to have any material operational impact on the Company or its subsidiaries.

Any recovery from IRDK and/or Tan Sri Ramasamy will be recognised in the financial statements of the Company in the financial year in which such recovery is received.

The Company will make further announcements on any material developments in respect of the above matter as and when appropriate.

This announcement is dated 18 May 2026.