

AVILLION BERHAD (“AVB” OR “the Company”)

- MEMORANDUM OF UNDERSTANDING BETWEEN AVILLION BERHAD AND SONID CO., LTD.

1. INTRODUCTION

The Board of Directors of the Company (“**Board**”) wishes to announce that the Company had on 24 May 2024 entered into a Memorandum of Understanding (“**MOU**”) with Sonid Co., Ltd. (“**Sonid**”).

2. DETAILS OF THE MOU

Sonid and the Company are seeking to collaborate to develop vacation and/or retirement properties at Avillion Admiral Cove, Port Dickson and Langkawi for the Korean market.

The MOU shall be operational upon signing and will have an initial duration of **six (6)** months.

The MOU may also be terminated with a written month notice from either side. Where it is admitted objectively that a material reason not to perform the agreement has occurred between the parties, either party may terminate this MOU by notifying the other party in writing.

3. INFORMATION OF SONID

3.1 Sonid

Sonid, a company listed on KOSDAQ, was founded in 1976. The company produces and sells precision chemical materials for displays, including OLED and LCD, as well as wireless electronic tags for IoT applications. Since 2021, Sonid has been actively expanding into real estate development and management, battery recycling, and the robotics and AI sectors through the establishment and acquisition of subsidiaries.

4. RATIONALE OF THE MOU

The MOU will enable the Company and SONID to collaborate and explore the potential collaboration and business opportunities in Malaysia and Korea.

5. FINANCIAL EFFECTS OF THE MOU

The MOU will not have any effect on the share capital and substantial shareholders’ shareholdings of the Company. The MOU is not expected to have any material immediate effect on the earnings per share, net assets per share and gearing of The Company for the financial year ending 31st March 2025.

6. DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

None of the directors and/or major shareholders of the Company and/or persons connected with them have any interest, whether directly or indirectly, in the MOU.

7. APPROVALS REQUIRED

The MOU is not subject to the approval of the Company's shareholders or any other relevant regulatory authorities.

8. DOCUMENT AVAILABLE FOR INSPECTION

A copy of the MOU is available for inspection at the registered office of the Company at 8th Floor, Wisma YPR, Lorong Kapar, Off Jalan Syed Putra, 58000 Kuala Lumpur, Malaysia from Monday to Friday (except public holidays) for a period of three (3) months commencing from the date of this announcement.

This announcement is dated 24 May 2024.