

COMPANY ANNOUNCEMENT

The following is a Company Announcement Ref No.SHM43 issued by Shoreline Mall p.l.c. (the ‘**Company**’) on the 6th June 2025 pursuant to the Capital Markets Rules issued by the Malta Financial Services Authority.

Quote

Information to the Market: Termination Contract of Works – Litigation – Shoreline Contracting Limited – Koray Global Malta Limited

The Company refers to the contract of works entered into by and between Shoreline Contracting Limited (C83994) (‘**SCL**’) (a sister company of the Company) qua the employer and Koray Global Malta Limited qua contractor (‘**KGML**’). Following a number of material breaches attributable to KGML, consisting of failure to meet key contractual obligations, including significant delays, SCL decided to terminate the contract of works and to engage alternative contractors with a view to complete the finishing works on the residential blocks forming part of the Shoreline Residence complex.

Following such termination and failure by the parties to reach an amicable settlement, the parties have proceeded to file arbitration proceedings against each other in line with the applicable provisions of the contract of works. In its arbitral claims KGML has drawn in as defendants, other companies forming part of the Shoreline Group, including the Company. The said arbitral proceedings were also followed by precautionary warrants filed by the parties against each other, including a garnishee order against the Company.

The Company, as well as the other companies forming part of the Shoreline Group, are vigorously contesting KGML’s arbitral claims and frivolous and vexatious precautionary warrants, including (inter alia), on the very basic fact that the Company and similarly the other companies forming part of the Shoreline Group (other than SCL) were never party to the contract of works nor acted as guarantors and therefore hold no contractual relationship or obligations towards KGML. The Company will be instituting judicial proceedings (along other applications already filed) intended to have the precautionary warrants revoked, whilst continuing to defend its position in the arbitral proceedings.

Meanwhile the Shoreline Mall continues to operate normally, and the Company does not foresee any operational challenges.

The Company shall keep the market informed of any developments in connection with the aforementioned proceedings.

Unquote

A handwritten signature in blue ink, appearing to read 'Luana Pace', with a stylized flourish extending from the end.

Dr Luana Pace
Company Secretary