



HYFLUX LTD

Company Registration No.: 200002722Z

(Incorporated in the Republic of Singapore)

UPDATES ON REORGANISATION PROCESS - SUCCESSFUL RESTRUCTURING OF LOAN IN RESPECT OF TIANJIN DAGANG PLANT

Hyflux Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to its ongoing court-supervised reorganisation process and its announcement on 11 March 2009 in relation to the loan agreement between its wholly-owned subsidiary, Tianjin Dagang Newspring Co Ltd (“**TJDG Newspring**”) and Bank of China Limited, Tianjin Dagang Branch (“**BOC**”) with respect to a loan facility of RMB 617 million for the 100,000 m³/day seawater desalination plant in Dagang City, Tianjin Province (the “**Tianjin Dagang Loan**” and “**TJDG Plant**” respectively), which is guaranteed by the Company.

As part of the ongoing efforts to restructure the Group’s liabilities, the Company entered into negotiations with BOC to restructure the terms of the Tianjin Dagang Loan, and wishes to update that an extension plan of the Tianjin Dagang Loan has been successfully agreed upon with BOC. Pursuant to the extension plan, the maturity date of the Tianjin Dagang Loan has been extended by a further 3 years to 2026, with an adjusted repayment schedule reflecting lower annual repayments, which is expected to ease pressure on TJDG Newspring’s cash flow in the short to medium term. BOC will also be provided with a pledge of the TJDG Plant, which is owned by TJDG Newspring.

The Company will make the appropriate announcements as and when there are any further material developments on the above matter.

Please monitor SGXNet and the Company’s website for any announcements or updates on the Company’s reorganisation process. If you are a holder of any securities of the Company and wish to receive email alerts providing these updates, please register your request at <http://investors.hyflux.com/contacts.html>. Otherwise, all information and updates will be disseminated via SGXNet and/or the Company’s website (<https://www.hyflux.com/financial-reorganisation-exercise/>).

Shareholders and holders of securities issued by the Company are advised to exercise caution at all times when dealing in the shares and/or securities, and should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Lim Poh Fong and Chiang Chai Foong

Joint Company Secretaries

Submitted to SGX-ST on 26 June 2019