



HYFLUX LTD

Company Registration No.: 200002722Z

(Incorporated in the Republic of Singapore)

UPDATE ON REORGANISATION PROCESS - CLARIFICATION ON STATEMENTS MADE IN THE MEDIA REGARDING THE POTENTIAL INVESTMENT BY UTICO FZC (“UTICO”)

Hyflux Ltd. (the “**Company**”) refers to its ongoing reorganisation process (“**Reorganisation**”) and the online article in The National time-stamped 19 May 2020, 05:30PM titled “*UAE’s Utico plans \$500m sukuk to pay down debt*” (the “**Article**”).

The Company further refers to its various announcements on the Reorganisation, in particular the announcement made on 26 November 2019 titled “*The Proposed Equity and Working Capital Investment of S\$400,000,000 in Hyflux Ltd by Utico FZC*” (the “**26 Nov 2019 Announcement**”). Save as defined herein or the context otherwise requires, capitalized terms used in this announcement shall be as defined in the 26 Nov 2019 Announcement.

The Article stated that in November 2019, Utico took a 95 per cent stake in the Company with a total investment of \$400m.

That is incorrect.

The Company wishes to clarify that, while the Restructuring Agreement was signed with Utico on 26 November 2019 as announced in the 26 Nov 2019 Announcement, issuance of New Shares representing 95% of the Company’s Enlarged Issued Share Capital to Utico (including in aggregate up to 7% of the Enlarged Share Capital to the Placees) is subject to the occurrence of Completion.

As at November 2019 (being the time referred to in the Article) as well as the date of this announcement, Completion has yet to occur and Utico has neither taken a 95 per cent stake in the Company nor made a total investment of \$400m (or any investment) in the Company.

All stakeholders are urged to rely on information provided by the Company in its announcements through SGXNet or other media which are made in accordance with the applicable rules and regulations. In this regard, the Company will make the appropriate announcements as and when there are any further material developments on the matters above.

Please monitor SGXNet and the Company's website for any announcements or updates on the Reorganisation. 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 of the Company are advised to exercise caution at all times when dealing in the shares and/or securities of the Company, 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
Company Secretary
Submitted to SGX-ST on 21 May 2020**