



Date : 09 October 2020

Utico FZC
P.O. Box 54527,
RAK, UAE

Attn: Mr. Richard Menezes

Dear Sirs,

Hyflux Group Restructuring

Re: Utico's letter of 9 October 2020

1. We refer to the letter from the SIAS dated 7 October 2020, our reply thereto dated 9 October 2020 (to which you were copied)("Our 9 October Letter"), and to your letter of 9 October 2020 ("Utico 9 October Letter").
2. As we have stated in Our 9 October Letter, the SIAS' position is that it does not intend to endorse Utico's offer based on current terms, and Utico has yet to convince the MTN ISC and/or the UWG to support Utico's current offer.
3. Accordingly, Hyflux's position is that, prior to any such townhall being organised, Utico should first set out clearly how it intends to deal with the concerns raised by the various creditor groups, and if necessary, provide revised terms for the creditors' consideration. This is essential to ensure that any townhall organised for the P&P holders is useful and will not result in a waste of time and resources for the parties involved.
4. Please let us know when Utico is able to adequately address the concerns raised by the various creditor groups, and we will then work with Utico and the SIAS on the holding of the townhalls for the P&P Holders.
5. We make no comment on the remainder of the Utico 9 October Letter and our responses above should not be taken to represent endorsement, confirmation or agreement with Utico on any part of the same.

Sincerely,

Lau Wing Tat (Mr.)
Director