



HYFLUX LTD

Company Registration No: 200002722Z
(Incorporated in the Republic of Singapore)

**PROPOSED DIVIDEND *IN SPECIE* OF SHARES IN HYFLUXSHOP HOLDINGS PTE. LTD.
- NEW RULING FROM THE SIC**

The Board of Directors of Hyflux Ltd (the "**Company**" or "**Hyflux**") refers to the Company's announcement dated 28 December 2017 on the above proposed dividend *in specie* of shares in HyfluxShop Holdings Pte. Ltd., the notice of books closure date announcement dated 28 December 2017, the Company's announcement dated 17 January 2018 and the circular to Shareholders dated 17 January 2018 (the "**Circular**"). Unless otherwise defined, all capitalised terms not defined herein shall have the same meanings ascribed to them in the Circular.

Further to the ruling from the Securities Industry Council ("**SIC**") dated 14 December 2017 as set out under paragraph 4.2 of the Circular, a new verbal ruling from the SIC was received on 31 January 2018. The SIC is now of the view that the specific requirements of the Code relating to take-over offers apply to the Controlling Shareholder Purchase for any purchases of HyfluxShop Shares.

In view of the latest ruling from the SIC, the Company understands that subject to the completion of the Proposed Distribution and the receipt of applicable rulings from the SIC, the Controlling Shareholder is now required to make an offer in accordance with the Code in respect of the Controlling Shareholder Purchase.

The Company understands that the Controlling Shareholder is prepared to make a general offer in compliance with the Code to all HyfluxShop Shareholders, save for all parties acting in concert with her (including the Company), for all the HyfluxShop Shares that they will hold following the completion of the Proposed Distribution, at the same price as applicable for the Controlling Shareholder Purchase, being S\$0.1783 for each HyfluxShop Share.

Consequently, on the launch of such a general offer, the 29.99% limit on the number of HyfluxShop Shares in respect of the Controlling Shareholder Purchase will no longer apply, and the procedures and settlement processes in respect of the Controlling Shareholder Purchase as set out in the Circular will be revised based on the requirements as set out under the Code.

The Company will make appropriate announcement(s) in the event that there are any further material developments on this matter.

By Order of the Board

Lim Poh Fong
Company Secretary
1 February 2018