



HYFLUX LTD

Company Registration No.: 200002722Z

(Incorporated in the Republic of Singapore)

ARBITRATION TRIBUNAL RULES IN FAVOUR OF HYFLUX LTD

Further to our announcement entitled "Notice of Arbitration filed by Hyflux Ltd" at the Singapore International Arbitration Centre on 1 February 2011, the Board of Directors of Hyflux Ltd ("**Hyflux**") wishes to announce that on 16 October 2012, the Tribunal delivered its Award.

The Tribunal has ruled in favour of Hyflux and granted all of the reliefs it sought against the Respondent, Ashcraft Holdings Pte Ltd ("**Ashcraft**").

Pursuant to the orders made by the Tribunal, Ashcraft is obliged to purchase all of Hyflux's shares in Hyflux Filtech (Singapore) Pte Ltd ("**HFS**") within 30 days after the fair value determination of those shares by an auditor.

The Tribunal has also ruled that Ashcraft is required to remove the word "Hyflux" from the names of HFS and its subsidiaries and that after the sale and purchase of the shares in HFS is completed, Ashcraft shall no longer be entitled to use the "Hyflux" name in connection with any of its businesses.

The Tribunal has directed that Ashcraft bear all of Hyflux's costs and expenses incurred in the arbitration as well as the costs of the arbitration. The Tribunal has also directed that Ashcraft pay Hyflux interest on the fair value price as determined by the auditors.

BY ORDER OF THE BOARD

Lim Poh Fong

Company Secretary

Submitted to SGX-ST on 18 October 2012