



**HYFLUX LTD**

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

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**DIVESTMENT OF INTERESTS IN  
MARMON HYFLUX INVESTMENTS PTE LTD**

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Hyflux Ltd (“Hyflux” and together with its subsidiaries, the “Group”) wishes to announce that it and its wholly-owned subsidiary, Hyflux Consumer Products Pte Ltd (“HCP”), have entered into a share purchase agreement (“SP Agreement”) with Marmon Water (Singapore) Pte Ltd (“MWS”) for the sale of HCP’s entire 49% equity interest in Marmon Hyflux Investments Pte Ltd (“MHI”) to MWS (the “Divestment”).

MHI is a company incorporated in Singapore with a total issued and paid-up share capital of US\$6,000,000. MWS is the only other and majority shareholder of MHI and owns 51% of its equity interest.

The total cash consideration for the Divestment is US\$6.7 million (equivalent to S\$8.5 million), ex-dividend of about US\$3.1 million (equivalent to S\$3.9 million) to be declared by MHI and payable to HCP. The consideration was negotiated on a willing buyer, willing seller basis, taking into account, inter alia, the Group’s share MHI’s unaudited net assets of S\$12.2 million as of 31 December 2013.

MHI’s activities primarily include sales and marketing. HCP has been a passive investor in MHI and the Divestment is part of the Group’s ongoing rationalization of partnerships.

The completion of the Divestment is subject to the satisfaction of certain conditions and approvals under the SP Agreement.

Following the Divestment, MHI will cease to be an associate of the Group. The Divestment is not expected to have a material impact on the Group.

As the relative figures computed pursuant to Rule 1006 of the Listing Manual do not exceed 5%, the divestment does not constitute a discloseable transaction pursuant to Chapter 10 of the Listing Manual.

**BY ORDER OF THE BOARD**

LIM POH FONG  
COMPANY SECRETARY  
SUBMITTED ON 11 MARCH 2014 TO SGX-ST