



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

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**COMMENCEMENT OF ARBITRATION IN OMAN FILED BY AL MAWAKAB  
NATIONAL TRADING AND CONTRACTING LLC**

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The Board of Directors of Hyflux Ltd (“**Hyflux**”) wishes to announce that an arbitration pursuant to the Arbitration Law of the Sultanate of Oman (the “**Arbitration**”) was formally commenced between Hyflux EPC LLC (“**HEL**”), an indirect wholly owned subsidiary of Hyflux incorporated in the Sultanate of Oman, and its sub-contractor, Al Mawakab National Trading and Contracting LLC (“**MNT**”).

The Arbitration is in respect of MNT’s claims against HEL arising out of and/or in connection with three (3) sub-contracts for bore piling, civil and structural, and architectural works at the Qurayyat Independent Water Project in Qurayyat, Sultanate of Oman (the “**Agreements**”).

Hyflux’s position is that MNT’s claims are without basis and that the Arbitration was not filed in accordance with the terms of the Agreements. Hyflux is currently seeking legal advice in the Sultanate of Oman, and will take all necessary steps to resist and defend against MNT’s claims.

Hyflux does not expect the Arbitration to have a material adverse effect on its operations and the financial performance of the Hyflux group.

Hyflux will update shareholders as and when there are material developments concerning this matter.

**BY ORDER OF THE BOARD**

**LIM POH FONG  
COMPANY SECRETARY**

**SUBMITTED ON 3 MAY 2018 TO SGX-ST**