



HYFLUX LTD

Company Registration No.: 200002722Z

(Incorporated in the Republic of Singapore)

UPDATES ON REORGANISATION PROCESS – APPOINTMENT OF RECEIVERS AND MANAGERS OVER CERTAIN ASSETS OF TUASPRING PTE LTD AND CLARIFICATION ON STATEMENTS MADE BY UTICO FZC IN THE MEDIA

Hyflux Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") refers to its announcements on:

- (a) 6 July 2018 in relation to the agreement (the "**Collaboration Agreement**") between the Company, Tuaspring Pte Ltd ("**Tuaspring**") and Malayan Banking Berhad ("**Maybank**") dated 5 July 2018 in respect of the process for the divestment of the Company's interest in Tuaspring's Integrated Water and Power Project (the "**Tuaspring IWPP**");
- (b) 17 April 2019 in relation to the receipt of the notice of termination from the Public Utilities Board ("**PUB**") of the Water Purchase Agreement entered into between PUB and Tuaspring dated 6 April 2011 (as amended and/or restated from time to time);
- (c) 18 April 2019 (the "**18 April Announcement**") in relation to termination of the Collaboration Agreement by Maybank and notice of its intention to appoint receivers and managers over the assets of Tuaspring, save for the Desalination Plant and Shared Infrastructure (as defined in the 18 April Announcement);
- (d) 25 April 2019 (the "**25 April Announcement**") in relation to the demand by Maybank on Tuaspring;
- (e) 25 April 2019 and 3 May 2019 in relation to the receipt of a non-binding letter of intent from Utico FZC ("**Utico**") for a possible injection of S\$400 million to be used for equity and working capital purposes and possible urgent interim funding;
- (f) 10 May 2019 in relation to the receipt of a non-binding letter of intent from Oyster Bay Fund Ltd ("**Oyster Bay Fund**") for a possible investment of up to S\$500 million as well as the purchase of the Company's ordinary and preference shares in HyfluxShop Holdings Ltd for up to S\$26 million for working capital purposes; and
- (g) the Straits Times Article dated 12 May 2019 titled "*UAE's Utico submits binding offer to invest in Hyflux: CEO*" (the "**Article**").

Appointment of receivers and managers over specified property of Tuaspring

The Company wishes to announce that Maybank has appointed Mr Timothy James Reid and Ms Ng Yau Yee Theresa, both of Ferrier Hodgson Pte Ltd, as receivers and managers, on a joint and several basis, over the Charged Property (as defined in the 25 April Announcement) in the Tuaspring IWPP save for the Desalination Plant and Shared Infrastructure and other parts of the Charged Property that have been released, discharged, reassigned or are otherwise subject to the rights or interest of PUB, under the terms of the Tuaspring debenture.

Ongoing discussions with potential investors

In the Article, it was stated that Utico had submitted a binding term sheet last week. The Company wishes to clarify that the Company has only received a draft term sheet from the advisors of Utico. The Company has been informed by Utico's advisors that this draft term sheet, which was sent to the Company on 6 May 2019, is to be regarded as a binding term sheet. To avoid doubt, the Company has not accepted or entered into the binding term sheet. The Company's advisors are currently engaged in active discussions with Utico's advisors to finalise the proposed terms of Utico's investment. In addition, the Company is also concurrently engaged in active discussions with Oyster Bay Fund on its proposed investment.

Please monitor SGXNet and the Company's website for any announcements or updates on the Company's reorganisation. If you are a holder of any securities of the Company and wish to receive email alerts providing these updates, please register your request at <http://investors.hyflux.com/contacts.html>. Otherwise, all information and updates will be disseminated via SGXNet and/or the Company's website (<https://www.hyflux.com/financial-reorganisation-exercise/>).

Shareholders and holders of securities issued by the Company are advised to exercise caution at all times when dealing in the shares and/or securities of the Company, and should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

**Lim Poh Fong
Company Secretary
Submitted to SGX-ST on 14 May 2019**