



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

UPDATES ON REORGANISATION PROCESS – RECEIPT OF NON-BINDING LETTER OF INTEREST FOR ACQUISITION OF SPECIFIED ASSETS

Hyflux Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to its ongoing court supervised reorganisation process and announcements on 25 April 2019, 3 May 2019 and 10 May 2019 in relation to receipt by the Company of non-binding letters of intent from potential investors.

The Company has received a non-binding letter of interest from a potential investor (the “**Investor**”) stating its intention to acquire certain of the Company’s assets in Algeria and Oman, as well as other assets in the Middle East and North Africa region (the “**Proposed Transaction**”). The Investor’s interest also includes the operation and maintenance activities relating to these assets.

The Company understands that the Investor is one of the top 10 largest desalination companies globally. The Investor is a subsidiary of one of the world’s leading infrastructure companies which is highly ranked for its expertise in transportation and greenfield infrastructure with a presence and workforce spanning 5 continents. The Investor is a specialist in engineering, construction, operation and maintenance of water treatment facilities, in particular water desalination plants, with a focus on build-own-operate-transfer, management of concessions and related services. The Investor intends the Proposed Transaction to grow its portfolio of desalination plants.

The Proposed Transaction is subject to regulatory clearance, due diligence and the execution of a binding agreement with terms to be mutually agreed. The Investor is conscious of the timeline and has indicated that it would be willing to devote all necessary resources to ensure that the due diligence process and the consummation of the Proposed Transaction (if any) are carried out in the shortest possible timeframe.

While the Company will consider all serious offers and expressions of interest received, the priority remains for a strategic investor for the entire Group. The Company is continuing its engagement with all potential investors and will make the appropriate announcements as and when there are any further material developments on the above matter.

Please monitor SGXNet and the Company’s website for any announcements or updates on the Company’s reorganisation process. 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, 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 15 May 2019