



HYFLUX LTD

Company Registration No.: 200002722Z

(Incorporated in the Republic of Singapore)

UPDATES ON:

- **SETTLEMENT AGREEMENT – EQUITY CONTRIBUTIONS BY SHAREHOLDERS OF TUASONE**
 - **NOTICE BY MALAYAN BANKING BERHAD IN RESPECT OF A HEDGING AGREEMENT WITH TUASPRING PTE LTD**
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Equity contributions by shareholders of TuasOne

Hyflux Ltd. (the “**Company**”) refers to its announcement on 15 February 2019 in relation to the TuasOne Waste-to-Energy project (the “**Project**”). Capitalised terms used herein shall have the same meanings as ascribed to them in the 15 February 2019 announcement.

The Company wishes to update that MHIL has injected its additional equity commitment of approximately S\$23 million ahead of time, pursuant to the shareholders’ support agreement for TuasOne, as stated in the 15 February 2019 announcement. Accordingly, as at the date of this announcement, the total issued and paid-up share capital of TuasOne is S\$116,422,580, comprising 116,422,580 ordinary shares, of which the Company owns 75% and MHIL owns 25%. The additional equity contribution will be deployed by TuasOne to finance the Project for the next few weeks (subject to the approval of the project finance lenders to the Project), while parties continue negotiations with the project finance lenders to the Project for the resumption of financing for completion of the Project.

Notice by Malayan Banking Berhad in respect of a hedging agreement with Tuaspring Pte Ltd

The Company refers to its announcement on 25 April 2019 in relation to the demand by Malayan Banking Berhad (“**Maybank**”) on Tuaspring Pte Ltd (“**Tuaspring**”) and reservation of rights by Maybank in respect of certain hedging agreements entered into as part of Tuaspring’s financing arrangements.

The Company wishes to update that Maybank has notified Tuaspring of its early termination of one of these hedging agreements, namely, a 2002 ISDA Master Agreement between Maybank and Tuaspring dated 22 November 2013 (the “**22 November 2013 ISDA Master Agreement**”), pursuant to certain alleged events of default and termination events. Maybank has designated 4 July 2019 as the early termination date (the “**Early Termination Date**”) in respect of all outstanding transactions under the 22 November 2013 ISDA Master Agreement and has stated that as a consequence of the occurrence of such Early Termination Date:

- (a) No further payments or deliveries in respect of these transactions will be required to be made; and
- (b) Maybank will determine the amount, if any, payable in respect of the Early Termination Date, pursuant to relevant clauses in the 22 November 2013 ISDA Master Agreement.

Maybank has also issued a calculation statement to Tuaspring on 12 July 2019 asserting that the amount payable in respect of the Early Termination Date under the 22 November 2013 ISDA Master Agreement is S\$33,600,133.33.

The Company will make the appropriate announcements as and when there are any further material developments on the above matters.

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 and Chiang Chai Foong
Joint Company Secretaries
Submitted to SGX-ST on 15 July 2019