HIAP SENG INDUSTRIES LIMITED

(Company Registration No. 202200187H)
(Incorporated in the Republic of Singapore)

RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF UP TO 607,500,000 NEW ORDINARY SHARES – ALLOTMENT AND ISSUE, AND LISTING AND QUOTATION OF RIGHTS SHARES

1. BACKGROUND

The board of directors (the "**Board**" or "**Directors**") of Hiap Seng Industries Limited (the "**Company**") refers to refers to the (a) announcement dated 11 October 2023 issued by Hiap Seng Engineering Limited (Judicial Managers appointed) ("**HSEL**") in relation to the renounceable non-underwritten rights issue of up to 607,500,000 new ordinary shares in the capital of the Company (the "**Rights Shares**") at an issue price of S$0.00543 for each Rights Share, on the basis of two (2) Rights Shares for every one (1) existing share held by Entitled Shareholders as at the Record Date, fractional entitlements to be disregarded (the "**Rights Issue**"); (b) circular dated 6 November 2023 issued by HSEL in relation to, among others, the Rights Issue; (c) announcement dated 24 January 2024[1] issued by the Company in relation to, among others, the approval-in-principle received from the SGX-ST on the Rights Issue; (d) announcement dated 16 February 2024 issued jointly by the Company and HSEL in relation to the completion of, among others, the Subscriber Transactions, the Debt Restructuring and the Transfer Listing; (e) announcement dated 19 February 2024 issued by the Company in relation to, among others, the lodgment of the Offer Information Statement (as defined below) and despatch and dissemination of documents; (f) offer information statement dated 19 February 2024, in relation to, amongst other things, the Rights Issue (the "**Offer Information Statement**"); and (g) announcement dated 8 March 2024 issued by the Company in relation to the results of the Rights Issue.

Unless otherwise defined, capitalised terms used but not defined in this announcement shall have the meanings as ascribed to them in the Offer Information Statement.

2. ALLOTMENT AND ISSUE OF RIGHTS SHARES

The Directors are pleased to announce that an aggregate of 331,075,614 Rights Shares have been allotted and issued on 11 March 2024 pursuant to the Rights Issue, and that the Rights Shares will be credited into the relevant securities account on or about 13 March 2024.

The Rights Shares will, upon allotment and issue, be credited as fully-paid Shares free from any and all encumbrances, listed and tradable on the SGX-ST and rank *pari passu* with all other existing Shares, save that they will not rank for any dividends, rights, allotments, distributions or entitlements, the record date for which falls before the date of issue of such Rights Shares.

Following the allotment and issuance of the Rights Shares, the number of issued and paid-up Shares in the Company has increased from 3,043,216,721 to 3,374,292,335 Shares.

3. LISTING AND QUOTATION OF RIGHTS SHARES

The Rights Shares are expected to be listed and quoted on Mainboard of the SGX-ST with effect from 9.00 a.m. on 13 March 2024 and the trading of the Rights Shares will commence with effect from 9.00 a.m. on the same day.

4. TRADING OF ODD LOTS

For the purposes of trading on the Mainboard of the SGX-ST, Shareholders who hold odd lots of the Rights Shares (i.e. less than 100 Shares) and who wish to trade in odd lots on the SGXST will be able to do so on the Unit Share Market of the SGX-ST.

BY ORDER OF THE BOARD

Khua Kian Hua
Executive Director

12 March 2024

[1] The announcement was re-released on 5 February 2024 and 7 February 2024 to include additional information on the Rights Issue.