



Huatiang Global Limited

Company Registration Number: 201422395Z
(Incorporated in the Republic of Singapore on
1 August 2014) Address: 9 Benoi Crescent,
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UPDATE ANNOUNCEMENT IN RELATION TO THE INTERESTED PERSON TRANSACTION WITH NHL HOLDING PTE LTD

The Board of Directors (the “**Board**”) of Huatiang Global Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the interested person transaction with NHL Holding Pte Ltd (“**NHL**”) disclosed in the Company’s offer document dated 1 December 2014 (“**Offer Document**”) in connection with its initial public offering (“**IPO**”) on the Catalist Board of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) (“**NHL IPT**”).

The NHL IPT was disclosed on page 156 of the Offer Document. It was disclosed that *“Huatiang Contractor leases a fleet of 106 tipper trucks, four mini excavators, one brush chipper, four vans and seven pickup trucks, from NHL Holding at a monthly rental of S\$345,200 pursuant to a lease agreement dated 10 November 2014 (“Lease Agreement”). The lease agreement is for an initial period of five years and shall be automatically renewed thereafter on an annual basis for the full extent of the lifetime of each of the construction equipment and vehicles. Both NHL Holding and Huatiang Contractor may unilaterally terminate the lease agreement. The monthly rental of S\$345,200 is equivalent to the aggregate of the lower of the rental rates quoted by up to two third-party providers for each type of comparable construction equipment and vehicle. As such, our Directors are of the view that the terms of the lease agreement are on an arm’s length basis and based on normal commercial terms and market rates. Chapter 9 of the Rules of Catalist will apply if the terms of the lease agreement are amended.”*

The Audit Committee wishes to update that the initial period of the Lease Agreement in relation to the NHL IPT will be ending on 9 November 2019 (“**Initial Period**”).

For the avoidance of doubt, the Audit Committee has obtained a legal opinion and is of the view that the Lease Agreement after the Initial Period would be automatically renewed thereafter on an annual basis for the full extent of the lifetime of each stipulated construction equipment and vehicles unless and until terminated or when the lifespan of each stipulated construction equipment and vehicle expires or is replaced in accordance to the terms and conditions of the Lease Agreement.

During the Initial Period, the Audit Committee is satisfied that the NHL IPT are transacted in accordance to the terms and conditions of the Lease Agreement and has reviewed the NHL IPT in accordance to the Guideline and Review Procedures for Ongoing and Future Interested Person Transactions as set out on page 164 of the Offer Document (“**IPT Procedures Guidelines**”). The Audit Committee is satisfied that the NHL IPT are transacted at an arm’s length basis and on normal commercial terms that are not prejudicial to the interests of the Company and its minority shareholders. As there will be no changes to the existing terms and conditions of the Lease Agreement after the Initial Period, the NHL IPT would not subject to the requirements of Chapter 9 of the SGX-ST Listing Manual Section B: Rules of Catalist (“**Listing Rules**”).

Post Initial Period, the Audit Committee would continue to review and adhere to the IPT Procedures Guidelines and the terms and conditions of the Lease Agreement in relation to the NHL IPT and will ensure that the NHL IPT are transacted in terms and prices that are not more favourable to NHL than if they were transacted with an independent third-party and are not prejudicial to the interests of the Company and its minority shareholders.

The Company will continue to comply with the disclosure requirements pursuant to the Listing Rules in relation to the NHL IPT. If there are changes to the terms and conditions of the Lease Agreement, the Audit Committee will ensure the NHL IPT be subject to the compliance requirements under the Listing Rules.

By Order of the Board
Huatiang Global Limited

Ng Kian Ann Patrick
Executive Director and Chief Executive Officer

8 November 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST. The SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Joseph Au, Associate Director, Continuing Sponsorship (16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).