

HOE LEONG CORPORATION LTD.
(the "Company")
(Company Registration Number 199408433W)
(Incorporated in the Republic of Singapore)

PROPOSED SCHEME OF ARRANGEMENT

– FINAL PROOF OF DEBT AND ISSUE PRICE OF SCHEME SHARES

1. INTRODUCTION

The Board of Directors of the Company and its subsidiaries (the "**Group**") refers to the Company's announcements dated 17 November 2017, 23 November 2017, 29 November 2017, 5 December 2017, 7 December 2017, 11 December 2017, 5 January 2018, 22 January 2018 and 6 March 2018, 10 April 2018, 27 April 2018 (the "**Announcements**") and the Circular of the Company dated 12 April 2018 in relation to the scheme of arrangement with its bank creditors and the controlling shareholder, Hoe Leong Co. (Pte) Ltd.

Unless otherwise defined, capitalised terms used herein shall have the same meaning as ascribed to them in the Circular.

2. FINAL PROOF OF DEBT AND ISSUE PRICE OF SCHEME SHARES

The Final Proofs of Debt submitted by the Scheme Creditors for their respective claims as at 27 April 2018 and adjudicated by the Scheme Manager on 7 May 2018 (i.e. the Approved Claims for Distribution) are as follows:

List of Scheme Creditors, amount owing to Scheme Creditors and Share Distribution

Scheme Creditor	Approved Claims for Distribution (debts as at 27 April 2018) (S\$)	Restructured Debts (amount payable in cash) (S\$)	Remaining Debts (amount payable by way of Share Distribution) (S\$)	Number of Scheme Shares to be issued under the Share Distribution
UOB	31,501,250.09	12,980,000.00	18,521,250.09	1,610,543,486
DBS	12,475,618.04	1,930,432.00	10,545,186.04	916,972,699
RHB	6,430,637.91	2,884,000.00	3,546,637.91	308,403,297
CIMB	5,320,000.63		5,320,000.63	462,608,750
SIF	4,380,903.95	2,884,000.00	1,496,903.95	130,165,561
ANZ	3,347,142.27		3,347,142.27	291,055,850
MBB	441,563.22		441,563.22	38,396,802
Total - Bank	63,897,116.11	20,678,432.00	43,218,684.11	3,758,146,445
HLCPL	14,243,962.21		14,243,962.21	1,238,605,410
Total - All	78,141,078.32	20,678,432.00	57,462,646.32	4,996,751,855

As the Final Proofs of Debt have been adjudicated on 7 May 2018, the Share Distribution shall be effected on 8 May 2018.

The Issue Price of the Scheme Shares under the Share Distribution, being the issue price calculated with reference to the volume weighted average share price traded in the immediate 22 trading days prior to the Share Distribution is S\$0.0115.

Based on the Issue Price, the number of Scheme Shares to be issued under the Share Distribution shall be 4,996,751,855 Scheme Shares.

3. FURTHER ANNOUNCEMENTS

Further announcements will be made by the Company via SGXNET as and when there are any material developments, in compliance with the listing rules of the Singapore Exchange Securities Trading Limited.

Pending the completion of the Scheme, shareholders and potential investors should exercise caution when trading in the Company's securities. When in doubt as to the action they should take, shareholders and potential investors should consult their financial, legal, tax or other advisers.

BY ORDER OF THE BOARD

Kuah Geok Lin
Chairman and Chief Executive Officer
7 May 2018