

HL GLOBAL ENTERPRISES LIMITED

(Company Registration No. 196100131N)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT

PROPOSED DISPOSAL OF 60% EQUITY INTEREST IN COPTHORNE HOTEL QINGDAO CO., LTD

1. INTRODUCTION

- 1.1 The Board of Directors ("**Board**") of HL Global Enterprises Limited ("**HLGE**" or the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcements made by the Company on 31 March 2017, 18 April 2017, 19 May 2017 and 20 June 2017 (collectively, the "**Previous Announcements**") in relation to the proposed disposal by its wholly-owned subsidiary, LKN Investment International Pte. Ltd. ("**LKNII**") of its 60% equity interest in Copthorne Hotel Qingdao Co., Ltd. ("**CHQ**") ("**LKNII's CHQ Equity Interest**") by way of public tender on the Shanghai United Assets and Equity Exchange ("**SUAEE**") ("**LKNII's CHQ Disposal**").
- 1.2 Unless otherwise defined herein, capitalised terms used in this announcement shall bear the same meaning ascribed to them in the Previous Announcements.

2. UPDATE ON PUBLIC TENDER PROCESS – WITHDRAWAL BY QUALIFIED BIDDERS AND PROPOSED SECOND ROUND OF LISTING

- 2.1 The Board wishes to update that SUAEE has informed the Company that the two (2) qualified bidders, namely, Qingdao Zhongtian Enterprise Development Co., Ltd and Shanghai Inkeri Equity Investment Funds Co., Ltd., have withdrawn from participating in the Public Tender Process for the sale of the CHQ Equity Interest by the Company and CAAC (the "**Sellers**"). Accordingly, no bid has been received for the LKNII's CHQ Disposal following the first round of listing of the CHQ Equity Interest for bidding under the Public Tender Process.
- 2.2 As stated in the Previous Announcement on 19 May 2017, under the transaction rules of the SUAEE, the Sellers may at their option proceed with a second round of listing of the CHQ Equity Interest on the SUAEE for bidding under the Public Tender Process (the "**Second Round Listing**"), and the Sellers have the option to reduce the reserve price for the CHQ Disposal by up to 10% under the Second Round Listing.
- 2.3 The Board wishes to further announce that the Company and CAAC have today submitted an application to the SUAEE to proceed with the Second Round Listing. The Sellers intend to reduce the reserve price for the CHQ Disposal by 10% under the Second Round Listing.

3. FURTHER ANNOUNCEMENTS

The Company will make further announcements, in compliance with requirements of the Listing Manual, on the date of commencement of the Second Round Listing and/or when there are material updates or developments in respect of the LKNII's CHQ Disposal.

4. CAUTION IN TRADING

Shareholders and potential investors are advised to exercise caution when dealing with the shares of the Company as there is no certainty that the LKNII's CHQ Disposal will be undertaken at the LKNII CHQ Reserved Price or at all.

Shareholders and potential advisers are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors should consult their stock brokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions that they should take.

BY ORDER OF THE BOARD

Foo Yang Hym
Chief Financial Officer
HL Global Enterprises Limited

27 June 2017
Singapore