



DISPOSAL OF ASSOCIATED COMPANY INCORPORATED IN UNITED KINGDOM

The Board of Directors of Hwa Hong Corporation Limited (the “Company” or “HHC” and together with its subsidiaries, the “HHC Group”) wishes to announce that Thackeray Properties Limited (“Thackeray”), a wholly owned subsidiary of Singapore Warehouse Company (Private) Ltd., which is in turn a wholly owned subsidiary of HHC, has disposed of its 50% interest in Matahari 461 Ltd (“Matahari”) for nil cash consideration (the “Matahari Disposal”) to 115B Queen’s Gate Freehold Limited (“115B Freehold”), a company limited by guarantee incorporated in England and Wales.

Following the Matahari Disposal, 115B Freehold will hold a 100% interest in Matahari. The principal activities of 115B Freehold are (i) to hold the freehold interest of the property located at 115B Queens Gate, London SW7 5LP (the “Property”) for its members, who are the legal and beneficial owners of flats located in the Property; and (ii) the provision of maintenance and management services in relation to the shared common areas of the Property. The freehold interest in the Property was acquired (the “Acquisition”) by 115B Freehold from Thackeray for GBP13,000 on a willing-buyer willing-seller basis on 24 April 2017. As a result of the Acquisition, Thackeray became a member of 115B Freehold and therefore holds its freehold interest in its flats in the Property by way of its membership of 115B Freehold.

The consideration for the Matahari Disposal was arrived at on a willing seller, willing buyer basis, taking into account the book value of Matahari at the time of the disposal. Matahari is a company incorporated in England and Wales and was formed to provide maintenance and management services in relation to the shared common areas of the Property when the Property was developed by Thackeray. As at 30 September 2018, the net book value of the HHC Group’s investment in and attributable net asset position of Matahari were both nil.

The Matahari Disposal is not expected to have any material impact on the earnings per share or net tangible assets of HHC and of the HHC Group for the financial year ending 31 December 2018.

None of the Directors and controlling shareholders of the Company has any interest, direct or indirect, in the Matahari Disposal.

SUBMITTED BY

Lee Soo Wei
Chief Financial Officer
14 December 2018