

HALCYON AGRI CORPORATION LIMITED

Company Registration No. 200504595D
(Incorporated in the Republic of Singapore)

CLARIFICATION TO THE BUSINESS TIMES ARTICLE

The Board of Directors (the “**Board**”) of Halcyon Agri Corporation Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the article published by The Business Times titled, “*Halcyon Agri Q3 profit down 75.8%*” on 13 November 2018.

The Board wishes to clarify that the Company, in its efforts to (1) enhance long-term shareholder value by restoring sustained profitability to the Group’s core planting, processing and distribution activities, and (2) ensure the consistent global supply of natural rubber by delivering fair and sustainable prices for raw material to farmers, continuously reviews options to strengthen the positioning of its strategic assets.

In 2018, the management of the Company has been analysing the increasingly diverging performance of the Global Non-tyre & Specialty Tyre business (“**Corrie MacColl**”) compared to the Global Tyre Majors and PRC Tyre Majors businesses (“**HRC**” and “**SINRIO**”, respectively) in the period leading up to 9M 2018.

Resulting from this review, the Company has identified various strategic options, two of which we wish to outline as follows:

1. The establishment of HeveaConnect Pte. Ltd., which is in the later stages of developing a digital platform named HeveaConnect, that is designed to provide producers and consumers with a bilateral pricing venue for HEVEAPRO grade of natural rubber (please refer to our announcement dated 29th August 2018), which is designed to remedy the pricing difficulties faced by HRC and SINRIO.
2. The potential financial carve-out of Corrie MacColl as a stand-alone entity, possibly by means of an initial public offering on an international exchange. The Company wishes to clarify that, internal deliberations notwithstanding, there has been no decision made in relation to a potential spin-off of the Corrie MacColl entity and there can be no assurance that such an event will occur.

The Board will, in compliance with its obligations under the Listing Manual of the Singapore Exchange Securities Trading Limited, make further announcement(s) of any material development or when any definitive agreement has been entered into for the foregoing initiatives.

Shareholders of the Company and potential investors should exercise caution when trading in the shares of the Company, and where in doubt as to the action they should take, they should consult their financial, tax or other advisors.

By Order of the Board

Pascal Demierre
Executive Director
13 November 2018