



HRNETGROUP LIMITED¹

(Incorporated in the Republic of Singapore)
(Company Registration No. 201625854G)

INCORPORATION OF NEW ENTITY FOR FLEXIBLE STAFFING BUSINESS IN MALAYSIA

The Board of Directors of HRnetGroup Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce the incorporation of RecruitFirst Staffing Sdn Bhd (“**RFSM**”) on 10 October 2018. Daniel Choong Seng Kong (“**Daniel**”), a Business Leader who has been operating as co-owner of our Malaysian businesses since 1999, will be co-investing and heading the business of RFSM.

The initial share capital of RFSM is RM2.00, comprising RM1.00 contributed by HRnet One Pte Ltd (the Group’s wholly-owned subsidiary) and RM1.00 contributed by Daniel. RFSM shall provide flexible staffing services. It is envisaged that RFSM will be restructured with necessary capital injections as a subsidiary of the Group respectively and a further announcement on such restructuring will be made in due course.

The foregoing is not expected to give rise to any material financial impact on the Group for the current financial year.

None of the Directors and controlling shareholders of the Company has any interest, direct or indirect, in the said transaction, other than through their respective directorships and shareholdings in the Company.

The transaction is part of the Company’s continuing efforts to expand its core business of recruitment services, and are in the ordinary course of its business.

BY ORDER OF THE BOARD

Sim Yong Siang
Founding Chairman
12 October 2018

¹ The initial public offering of the Company was sponsored by Deutsche Bank AG, Singapore Branch (the “**Sole Issue Manager**”). The Sole Issue Manager assumes no responsibility for the contents of this announcement.