HENGYANG PETROCHEMICAL LOGISTICS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 200807923K)
(the "**Company**", and together with its subsidiaries, the "**Group**")

INDUSTRIAL ACCIDENT AT DEQIAO FACILITY

The Board of Directors (the "**Board**") of the Company wishes to announce that on the morning of 22 April 2016, an industrial fire had occurred at the storage facility ("**Deqiao Facility**") of the Company's subsidiary company, Jiangsu Deqiao Storage Co., Ltd., ("**Accident**"). The fire was put out at around 1.50 a.m. on 23 April 2016, 16 hours after it started. A member of the firefighting crew suffered severe burns and was later pronounced dead in the hospital. The Company deeply regrets the fatality and expressed its deepest condolences to the family of the firefighter.

The Company has formed a special committee ("**Special Committee**"), comprising its senior management members, immediately after the Accident and the Special Committee has been cooperating and assisting the relevant Chinese local government authorities in investigating and determining the circumstances of the Accident on-site. In the meantime, operations at the Deqiao Facility have been suspended.

The Company is in the process of assessing the loss of the Group caused by the Accident. It will provide updates to the Shareholders as and when there are material developments.

As the circumstances and cause of the Accident are still being investigated, at the request of the Company, trading in the shares of the Company on the Singapore Exchange Securities Trading Limited was halted from 12.46 p.m. on 22 April 2016 pending release of this announcement and subsequent update announcement(s).

Shareholders are advised to exercise caution when trading their shares. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board

Mr Gu Wenlong
Executive Chairman and Chief Executive Officer
25 April 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), this being the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

The contact persons for the Sponsor are Mr Yee Chia Hsing, Head, Catalist and Mr Ken Lee, Associate Director, Investment Banking. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.