



HOR KEW CORPORATION LIMITED
(Reg. No. 199903415K)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED - EFFORTS AND PROGRESS MADE IN MEETING THE MINIMUM TRADING PRICE ("MTP") EXIT CRITERIA

Introduction

Hor Kew Corporation Limited (the "Company", and together with its subsidiaries, the "Group") was placed on the watch-list under the minimum trading price ("MTP") entry criteria pursuant to Rule 1311(2) of the Listing Manual (the "Listing Manual") of the Singapore Exchange Securities Trading Limited (the "SGX-ST") on 6 June 2019 as it recorded a volume-weighted average price of less than S\$0.20 and an average daily market capitalisation of less than S\$40 million over the last 6 months.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the "Board") wishes to provide an update on its efforts and the progress made in meeting the MTP exit criteria as set out in Rule 1314(2) of the Listing Manual (the "MTP Exit Criteria").

Update on Unaudited Financial Performance and Financial Position

The Group reported a profit of S\$0.6 million for the financial year ended 31 December 2019, compared to loss of S\$30.8 million for the financial year ended 31 December 2018.

This turnaround from loss-making to profitable is a sign of improvement in the Group's financial performance, and that efforts to control and reduce costs are yielding results.

For more details on the results and financial position of the Group and the Company, kindly refer to the unaudited full year 2019 financial statements announcement for the financial year ended 31 December 2019 released via SGXNET on 28 February 2020.

Update on Efforts and Progress for Satisfying MTP Exit Criterion

The Board endeavours to review the various options available to meet the MTP Exit Criteria. After considering critical factors such as the current lacklustre market conditions and the uncertainties surrounding the local construction industry, the Board maintains its opinion that it is not the opportune time to make a decision as to which option will best serve the interests of the Company's shareholders.

The Company is aware of the deadline given by SGX-ST for its removal from the watch-list and has been considering the likely options available to the Company to meet the MTP Exit Criteria. The Company would like to reassure shareholders of the

Company that it is actively considering the most appropriate options to seek an exit from the SGX-ST's watch-list according to Rule 1314(2) of the Listing Manual.

The Board will update shareholders on any material developments in due course and the Company will make further announcements as and when there are any subsequent developments.

BY ORDER OF THE BOARD

MS KOH EE KOON
COMPANY SECRETARY
28 February 2020