

# HUAN HSIN HOLDINGS LTD

(Incorporated in the Republic of Singapore)

Company Registration No. 199509142R

## **QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST")**

Huan Hsin Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") was placed on the Watch-List pursuant to Rule 1311 of the SGX-ST Listing Manual on 5 March 2014. Pursuant to Rule 1313(2) of the SGX-ST Listing Manual, the Board of Directors (the "**Board**") of the Company wishes to provide the following updates:

### **Update on Financial Position**

For the third quarter ended 30 September 2019 ("Q3 2019"), the Group revenue decreased by 45% to S\$2.0 million from S\$3.7 million in Q3 2018. The decline in revenue was the result of weaker demand for telecommunications and electronic products.

Please refer to our result announcement for the third quarter ended 30 September 2019 released on 11 November 2019 for full detail.

### **Going concern**

As at 30 September 2019, the Group's current assets were S\$10.7 million and current liabilities were S\$62.6 million. This posts a going concern issue. Management remains confident and is committed to the process of corporate restructuring to streamline operations and disposing non-performing assets to lower costs and reduce borrowings.

### **Update on Future Direction**

As announced by the Company in its announcement dated 1 March 2019, the SGX-ST had granted the Company up until 1 April 2019 to submit a reasonable cash exit offer proposal ("Exit Offer Proposal").

The Company and its controlling shareholders however require more time to finalise the Exit Offer Proposal and had accordingly applied to the SGX-ST for more time to provide a reasonable cash exit offer to the Company's shareholders. Subsequently, the deadline was extended by SGX-ST.

The Company will continue to keep shareholders updated via announcements on the SGXNet as and when there are any material developments or updates on the Exit Offer Proposal.

Shareholders are advised to consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board  
HUAN HSIN HOLDINGS LIMITED

Hsu Hung Chun  
Chairman  
11 November 2019