HAFARY HOLDINGS LIMITED
(Company Registration No. 200918637C)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE SGX-ST LISTING MANUAL

Pursuant to Rule 706A of the listing manual of the Singapore Exchange Securities Trading Limited ("**SGX-ST**", and such listing manual, the "**Listing Manual**"), Hafary Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce the following transaction that occurred during the first half of the financial year ending 31 December 2025:

1. ACQUISITION OF 100.0% STAKE IN MML (SHANGHAI) TRADING CO., LTD. ("MML (SHANGHAI)")

On 3 January 2025, the Group has completed the acquisition of MML (Shanghai) from Malaysian Mosaics Sdn. Bhd. (“MMSB”) through its wholly-owned subsidiary, Hafary Shanghai Pte Ltd (the "Acquisition"). The purchase consideration for the Acquisition was RMB 15 million (equivalent to approximately S$2.8 million), representing 2.37% of the Group's latest audited net tangible assets at the point of transaction, and was arrived at on a willing-buyer, willing-seller basis, taking into account the forecasted net asset value of MML (Shanghai) as at 31 December 2024 and its forecasted profit after tax for FY2024. MML (Shanghai) recorded an actual profit after tax of RMB 4.38 million for FY2024 and its audited net asset value as at 31 December 2024 was RMB 15.05 million. The consideration was fully satisfied in cash on completion. With the completion of the Acquisition, MML (Shanghai) is currently a wholly-owned subsidiary of the Group.

MMSB is a wholly-owned subsidiary of the Company's controlling shareholder, Hap Seng Consolidated Berhad ("HSCB"). As such, the Acquisition constituted interested person transaction for purposes of Chapter 9 of the Listing Manual., Datuk Edward Lee Ming Foo, JP [Non-Independent and Non-Executive Director], is the Managing Director of HSCB and Gek Poh (Holdings) Sdn Bhd, the holding company of HSCB and Ms Cheah Yee Leng [Non-Independent and Non-Executive Director], is an Executive Director of HSCB, (collectively, the "HSCB Directors"). In line with Principle 1 of the Code of Corporate Governance 2018, the HSCB Directors have recused themselves from voting and deliberation on the Acquisition. As the consideration for the Acquisition was less than 3.0% of the Group's latest net tangible assets, the Group was not obligated under Chapter 9 of the Listing Manual to make an immediate announcement.

In addition, the Acquisition does not constitute a discloseable transaction for purposes of Chapter 10 of the Listing Manual as none of the relative figures under Rule 1006 exceed 5.0%.

None of the Directors and controlling shareholders of the Company has any interest, direct or indirect, in the Acquisition, save as set out in this announcement and save for their respective interests, through their shareholdings and/or directorships, as the case may be, in the Company.

2. STRIKING OFF OF A SUBSIDIARY

Pursuant to Rule 706A of the Listing Manual, the Company, and the Group are pleased to announce that the name of the Company's subsidiary, Marble Trends Pte. Ltd., has been struck off from the register.

The aforesaid transaction is not expected to have any material impact on the earnings per share or net tangible assets per share of the Company for the financial year ending 31 December 2025.

None of the Directors and controlling shareholders of the Company has any interest, direct or indirect, in the above transaction save for their respective interests, through their shareholdings and/or directorships, as the case may be, in the Company.

By Order of the Board

Low Kok Ann
Executive Director and CEO
8 August 2025