

RESPONSE TO SGX-ST'S QUERY REGARDING TRADING ACTIVITY

The Board of Directors (the “**Board**”) of Hong Leong Asia Ltd. (the “**Company**”) wishes to state the following in response to the queries raised by Singapore Exchange Securities Trading Limited (“**SGX-ST**”) today:

Question 1: Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples.

- If yes, the information shall be announced immediately.

Company's response

The Board, having made enquiries with and received confirmation from the Senior Management of the Company, is not aware of any information not previously announced concerning the Company, its subsidiaries or associated companies which, if known, might have led to the unusual trading activity of the Company's shares on SGX-ST today.

Question 2: Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

Company's response

The Company had on 16 November 2020 provided an update on the proposed disposal of assets by its loss-making subsidiary, Airwell Air-Conditioning Technology (China) Co., Ltd. As announced, the Board believed that the disposal of the said assets and exiting the air-conditioning business is a positive development for the Group and is expected to have a positive effect on the financial performance of the Group going forward. On the same day, the Company also announced that its subsidiary, China Yuchai International Limited had filed a press release with the United States Securities and Exchange Commission providing its selected unaudited financial data for the third quarter and nine months ended 30 September 2020.

Further, the Executive Chairman, Mr Kwek Leng Peck had on 20, 24 and 26 November 2020 while the Chief Executive Officer and Director, Mr Stephen Ho Kiam Kong had on 18 November 2020, disclosed that they had purchased shares of the Company. The share purchases were in compliance with the Securities and Futures Act (Cap. 289).

Other than the above, the Board is not aware of any other possible explanation for the unusual trading activity of the Company's shares as highlighted by SGX-ST.

Question 3: Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?

Company's response

The Board confirms that the Company has complied with the Listing Rules of SGX-ST and, in particular, Mainboard Rule 703.

By Order of the Board
HONG LEONG ASIA LTD.

Ng Siew Ping, Jaslin
Yeo Swee Gim, Joanne
Company Secretaries

27 November 2020
Singapore