



HYFLUX LTD (UNDER JUDICIAL MANAGEMENT)  
Company Registration No.: 200002722Z  
(Incorporated in the Republic of Singapore)

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**RESPONSE TO SGX QUERY IN RELATION TO THE COMPANY'S  
ANNOUNCEMENT DATED 3 MAY 2021**

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Hyflux Ltd. (Under Judicial Management) (the "**Company**"), and together with its subsidiaries, the "**Hyflux Group**") has received the following queries from the Singapore Exchange Securities Trading Limited ("**SGX-ST**") in relation to the announcement released by the Company dated 3 May 2021 and wishes to provide its responses as follows:

**Query 1:**

*"Please provide details on the terms of settlement agreement dated 7 April 2021 between SM Investments Pte Ltd – whether the deposit of S\$38.9 million has been released to Hyflux or otherwise"*

**Company's response:**

Pursuant to the terms of the Settlement Agreement dated 7 April 2021, a sum of SGD750,000 from the deposit of SGD38,900,000 ("**Deposit**") was received by Hyflux and the balance of the Deposit was returned to SMI.

**Query 2:**

*"The JM had announced on 9 April 2021 that the estimated timeline to finalise binding term sheet with shortlisted investors will take place on or around 30 April 2021 followed by negotiation and execution of definitive agreement. Please provide an update on the investor search process and provide the JM's views if Hyflux's restructuring could be completed in time before the extended expiry of JM's terms on 14 July 2021"*

**Company's response:**

The Judicial Managers have received 7 bids to date in respect of stage 2 of the investor process. One bid involves an investment of the entire Hyflux Group, one bid is for the purchase of substantially all the Hyflux Group's assets but not the shares in Hyflux or Hydrochem, and the remaining 5 bids are for individual assets.

The Judicial Managers are currently in negotiations with the investors that have submitted binding offers. The Judicial Managers' application for an extension of time (until 14 July 2021) is to allow the Judicial Managers sufficient time to determine whether a potential restructuring of Hyflux Group is possible.

**Submitted by the Judicial Managers  
For and On Behalf of Hyflux Ltd (Under Judicial Management)**

Patrick Bance and Hamish Alexander Christie  
**Borrelli Walsh Pte. Limited**  
5 May 2021