

HOE LEONG CORPORATION LTD.

(Company registration number 199408433W)

(Incorporated in the Republic of Singapore)

Litigation against Sumatec Resources Berhad

Singapore High Court Suit No. 534 of 2016 (Ebony Ritz Sdn Bhd vs Sumatec Resources Berhad)

The board of directors ("**Board**") of Hoe Leong Corporation Ltd. ("**Company**") refers to the Company's unaudited financial statements announced on 12 May 2017, 11 August 2017 and 10 November 2017 respectively ("**Announcements**") in relation to Suit No. 534 of 2016 (the "**Suit**") commenced in the High Court of the Republic of Singapore on 24 May 2016 by Ebony Ritz Sdn Bhd ("**Ebony**", being an 80%-owned subsidiary of the Company) as plaintiff, against Sumatec Resources Bhd ("**Sumatec**") as defendant.

All undefined terms used here shall have the same meaning as the terms defined in the Announcements.

Further to the Company's disclosure in the Announcements on the Suit, on 20 November 2017, Sumatec has filed a Notice of Appeal to the Court of Appeal in respect of part of the decision of the Judge of the High Court, namely:

- a. The Summary Judgment Order; and
- b. The order that Sumatec's Compromise defence be struck out as disclosing no reasonable defence or as being frivolous or vexatious.

The Company will disclose any material developments in connection with the abovementioned matters, as and when necessary.

Order restraining Sumatec from maintaining and/or continuing the prosecution of Kuala Lumpur High Court Suit No. WA-22NCC-142-04/2017

On 30 November 2017, an order restraining Sumatec from maintaining and/or continuing the prosecution of Suit No. WA-22NCC-142-04/2017 was granted by a Judge of the High Court of Singapore.

ON BEHALF OF THE BOARD

Kuah Geok Lin

Chairman and Chief Executive Officer

04 December 2017