HYFLUX LTD
Company Registration No: 200002722Z

COMPLETION OF DIVESTMENT OF 50% STAKE IN GALAXY NEWSPRING PTE. LTD.

Hyflux Ltd (the "**Company**") refers to the announcement dated 26 October 2016 in relation to the Sale and Purchase Agreement entered into between its indirect wholly-owned subsidiary, Hyflux Asset Management Pte. Ltd. ("**HAM**") and Yunnan Water (Hong Kong) Company Limited ("**Yunnan**"), for the divestment of HAM's 195,296,428 ordinary shares in the share capital of Galaxy NewSpring Pte. Ltd. ("**Galaxy**"), representing 50% of the total issued and paid-up share capital of Galaxy to Yunnan (the "**Transaction**"), for the total cash consideration of USD 136.5 million (the "**Consideration**").

The Company wishes to inform that completion of the Transaction took place today ("**Completion**") and the amount of USD126.5 million, being the Consideration less the amount of USD 10.0 million thereof which was paid upon signing of the SPA, has been received.

Following Completion, the Company ceases to have any shareholding in Galaxy.

By Order of the Board

Lim Poh Fong
Company Secretary
15 March 2017