

**NEWS RELEASE****HALCYON AGRI TO ACQUIRE LEADING GLOBAL DEALER AND DISTRIBUTOR OF NATURAL RUBBER**

- *Memorandum of Agreement signed to acquire Singapore-headquartered New Continent Enterprises (Private) Limited*
- *Leading global distributor of natural rubber, with offices in Singapore, Germany, the Netherlands, United States, China and Vietnam*
- *Highly complementary to Halcyon Agri; strong distribution channel for the Group's increased production following the acquisition of Anson*

**Singapore, 13 August 2014** – Natural rubber producer Halcyon Agri Corporation Limited today announced that it has signed a Memorandum of Agreement (“MOA”) to acquire New Continent Enterprises (Private) Limited (“NCE”). Halcyon Agri’s Executive Chairman and CEO Robert Meyer said: “New Continent is a long established and globally renowned rubber distributor and dealer with an extensive customer base and powerful distribution network. It is highly complementary to Halcyon’s business, transforming the marketing and distribution capabilities of Hevea Global in a similar manner as the acquisition of Anson transformed our production capacity.”

NCE participates actively throughout the full value chain, from sourcing raw materials to marketing, transporting, importing and exporting all leading grades of natural rubber. NCE’s supply chain activities are supported by its offices in the world’s largest destination markets. In 2013, NCE sold approximately 250,000 tonnes of natural rubber to more than 150 customers around the world.

The consideration for the acquisition will be determined based upon NCE’s Net Book Value as at 31 July 2014 and will be satisfied in four equal quarterly instalments in cash or, at the vendors discretion, in Halcyon Agri shares at issue prices ranging from S\$0.90 to S\$1.80 per share. Based upon NCE’s current estimated net book value as at 31 July 2014, the total consideration would be approximately US\$30 million.

In the event that the vendor elects cash settlement, the acquisition will be funded through a combination of internal resources and/ or bank borrowings. Should the vendor choose settlement in the form of Halcyon Agri shares, these will be issued at S\$0.90 (Sep 2014 tranche), S\$1.20 (Dec 2014 tranche), S\$1.50 (Mar 2015 tranche) and S\$1.80 (Jun 2015 tranche) respectively.

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Note: This press release is to be read in conjunction with the related mandatory announcement filed by Halcyon Agri Corporation Limited on SGXNET.

### **About Halcyon Agri**

Halcyon Agri Corporation Limited and its subsidiaries (the "Group" or "Halcyon Agri") specialise in the processing and merchandising of natural rubber. The Group is headquartered in Singapore, where its risk management and merchandising operations are located. One of the largest producers of Standard Indonesian Rubber ("SIR"), Halcyon Agri's six subsidiaries in Indonesia own and operate a total of 12 crumb rubber factories with a combined licenced export capacity of 568,000mt per annum. In Malaysia, the Group owns and operates two Standard Malaysian Rubber ("SMR") factories in Perak with a combined annual capacity of 180,000mt, as well as approximately 10,000 hectares of Sultanate land which is slated to become one of the largest natural rubber plantations in Kelantan. Halcyon Agri exports its production to a global customer base which includes the leading international tyre manufacturers.

*The Company was listed on Catalist of the Singapore Exchange Securities Trading Limited (the "SGX-ST") on 1 February 2013. The initial public offering of the Company was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor").*

*This media release has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this media release.*

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