HTL INTERNATIONAL HOLDINGS LIMITED

UPDATE ANNOUNCEMENT

On 27 October 2015, the Company announced that it had received a notification from its controlling shareholder, BEM Holdings Pte Ltd ("BEM") that it had entered into a memorandum of understanding with Guangdong Yihua Timber Industry Co., Ltd ("Yihua") in relation to potential corporate transaction(s) which may be assets/shares related, aimed at realising value for all shareholders of the Company.

On 18 November 2015, the Company announced that it had received a further notification from BEM that BEM had entered into a framework agreement with Yihua, further details of which are as set out in the said announcement released on 18 November 2015.

The Company wishes to inform shareholders that it has today received a further notification from BEM that it is in advanced negotiations with Yihua on finalising the definitive transaction agreement(s) in relation to the possible acquisition of all the shares in the Company by Yihua's wholly-owned subsidiary in Hong Kong, Ideal Homes International Limited, by way of a scheme of arrangement under the Companies Act (Cap. 50).

BEM has further stated that it will continue to keep the Company updated on material developments, as and when appropriate, so that the Company can in turn apprise its shareholders in a timely manner.

Pending further updates from BEM, the Board of Directors advises shareholders to continue to exercise caution when dealing in the shares of the Company, and to refrain from taking any action in respect of their investment in the Company without seeking prior professional advice.

BY ORDER OF THE BOARD

Jacqueline Loke
Company Secretary
Singapore, 11 December 2015