

The Singapore Exchange Securities Trading Limited Assumes no responsibility for the correctness of any of the statements made in this announcement



**HIDILI INDUSTRY INTERNATIONAL DEVELOPMENT
LIMITED**

恒鼎實業國際發展有限公司

(Incorporated in the Cayman Islands with limited liability)

DELISTING AND CANCELLATION OF NOTES

8.625% SENIOR NOTES DUE 2015 (144A – CUSIP 42952UAA1; ISIN: US42952UAA16; COMMON CODE: 055621349) (REGULATION S – CUSIPG44403AB2; ISIN: USG44403AB26; COMMON CODE: 055621497) (THE "NOTES")

The Board of Directors ("**Board**") of Hidili Industry International Development Limited ("**Company**") refers to:

- (a) the scheme of arrangement between the Company and the Scheme Creditors (the "**Scheme**") as sanctioned by the High Court of Hong Kong on 6 June 2022;
- (b) the announcement dated 20 June 2022 in relation to the registration of the court order sanctioning the Scheme by the Hong Kong Registrar of Companies and marking the Scheme Effective Date;
- (c) the announcement dated 13 July 2022 in relation to the recognition of the Scheme and grant of the Requested Relief by the Bankruptcy Court on 12 July 2022;
- (d) the announcement dated 23 November 2022 (posted on SGXNET on 24 November 2022) in relation to the details of the Scheme and the proposed debt restructuring arrangements of the Group;
- (e) the circular of the Company dated 30 December 2022 (posted on SGXNET on 3 January 2023) in relation to the proposed debt restructuring;
- (f) the announcement dated 3 January 2023 (posted on SGXNET on 4 January 2023) in relation to the extension of the Scheme Longstop Date to 31 March 2023; and
- (g) the announcement dated 30 January 2023 (posted on SGXNET on 31 January 2023) in relation to results of the extraordinary general meeting of the Company held on 30 January 2023 in connection with, among other matters, the approval of the Scheme.

Unless otherwise defined, all capitalised terms used herein shall bear the same meanings as ascribed to them in the Scheme and in the items referred to above.

Pursuant to the implementation of the Scheme, the Company and the Note Subsidiary Guarantors will be fully, irrevocably and unconditionally released from the Scheme Claims of the Scheme Creditors on the Restructuring Effective Date. In exchange for such release, it is intended that the Company will issue or pay to the Participating Scheme Creditors, subject to the terms of the Scheme, the Scheme Consideration.

The Scheme Consideration comprises:

- (a) the Scheme Shares to be issued and allotted to the Participating Scheme Creditors (or, if applicable, the Creditor SPV) in accordance with the terms of the Scheme and the SPP Deed. The Scheme Shares shall be listed and tradeable on the Stock Exchange;
- (b) the Cash Payment to be issued to the Participating Scheme Creditors in a total amount equal to 3/16 of the Total Accrued Interest Amount which will be paid in cash; and
- (c) the Zero-coupon Bonds to be issued to the Participating Scheme Creditors in an aggregate principal amount equal to 13/16 of the Total Accrued Interest Amount. The Total Accrued Interest Amount is defined as the sum of (i) the Accrued Interest Amount (pre-Original Termsheet Signing Date) (i.e. US\$24,319,362.50) and (ii) the Accrued Interest Amount (post-Original Termsheet Signing Date) (the “**Original ZCB Principal Amount**”). As disclosed in the announcement of the Company dated 3 January 2023, in the event of any unforeseen circumstances resulting in the Company not being able to pay the Original ZCB Principal Amount in cash to Participating Scheme Creditors on the Restructuring Effective Date, the Company further undertakes to pay the amounts below in cash to the Participating Scheme Creditors on a pro rata basis by reference to the amount of their Scheme Claims in the manners set out below (the “**Proposed Cash Payments**”):
 - (i) on or before the Restructuring Effective Date, an amount equal to 25% of the Original ZCB Principal Amount;
 - (ii) on or before 30 April 2023, an amount equal to 50% of the Original ZCB Principal Amount; and
 - (iii) on or before 30 June 2023, all outstanding balance of the Original ZCB Principal Amount, being 25% of the Original ZCB Principal Amount.

In addition, the Consent Fee, RSA Fee and Work Fee will also be payable to certain eligible Scheme Creditors. As an added measure of protection to SPP Participants, the Company will also issue New USD Senior Notes in the aggregate principal amount equal to the Issue Date Principal Amount (rounded up to US\$78,800,000) to the Creditor SPV.

In accordance with the implementation of the Scheme, the Company wishes to announce that the Notes will be delisted from the Singapore Exchange Securities Trading Limited on 31 March 2023 and cancelled.

By Order of the Board
Hidili Industry International Development Limited
Xian Yang
Chairman

Singapore
31 March 2023

As at the date of this announcement, the executive directors of the Company are Mr. Xian Yang (Chairman), Mr. Sun Jiankun and Mr. Zhuang Xianwei and the independent non-executive directors of the Company are Mr. Chan Shiu Yuen Sammy, Mr. Huang Rongsheng and Ms. Xu Manzhen.