

HALCYON AGRI CORPORATION LIMITED

Company Registration No. 200504595D
(Incorporated in the Republic of Singapore)

INCREASE IN SHAREHOLDING IN SUBSIDIARY

The Board of Directors (the “**Board**”) of Halcyon Agri Corporation Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to inform the shareholders that PT. Hok Tong (a 99.99% owned subsidiary of the Company) (“**Hok Tong**”) has acquired 875,000 shares (representing 25% of the issued and paid-up share capital) in PT. GMG Sentosa (“**GMG Sentosa**”), for a cash consideration of US\$1 (the “**Acquisition**”).

The Acquisition is part of the Group’s continued corporate streamlining exercise and the consideration was arrived at on a willing-seller and willing-buyer basis, taking into consideration *inter alia*, the business and operations of GMG Sentosa. The unaudited negative net asset value represented by such shares as at 30 September 2017 is approximately US\$6.29 million. Subsequent to the Acquisition, the Company’s total equity interest in GMG Sentosa has increased from 75% to 100%, and GMG Sentosa has become an indirect wholly-owned subsidiary of the Company.

The Acquisition was funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets per share or earnings per share of the Group for the financial year ending 31 December 2018.

None of the Directors and to the best of the Directors’ knowledge, none of the controlling shareholder of the Company or their respective associates has any interest, direct or indirect, in the foregoing transaction, other than that arising from their respective shareholdings and/or directorships, as the case may be, in the Company.

By Order of the Board

Pascal Demierre
Executive Director
11 February 2018