

HL GLOBAL ENTERPRISES LIMITED (Co. Reg. No. 196100131N)

NOTIFICATION OF INCLUSION ON THE WATCH-LIST WITH EFFECT FROM 4 JUNE 2014

The Board of Directors of HL Global Enterprises Limited (the “**Company**”) hereby announce that the Company has been notified on 3 June 2014 by Singapore Exchange Securities Trading Limited (“**SGX-ST**”) that it will be placed on the watch-list with effect from 4 June 2014.

The Company would need to take steps to meet the requirements under Rule 1314 of the Listing Manual for the submission of an application to SGX-ST within 24 months from 4 June 2014 for its removal from the watch-list, failing which SGX-ST may either remove the Company from the Official List or suspend trading in the Company’s shares with a view to removing the Company from the Official List.

Rule 1314 states that an issuer on the watch-list may apply to SGX-ST for its removal from the watch-list if it satisfies any one of the following requirements:

- (i) records consolidated pre-tax profit for the most recently completed financial year (based on the latest full year consolidated audited accounts, excluding exceptional or non-recurrent income and extraordinary items) and has an average daily market capitalization of S\$40 million or more over the last 120 market days on which trading was not suspended or halted for a full market day; or
- (ii) satisfies the profit test under Rule 210(3), and either one of the following requirements:
 - (a) cumulative consolidated pre-tax profit of at least \$7.5 million for the last three years, and a minimum pre-tax profit of \$1 million for each of those three years; or
 - (b) cumulative consolidated pre-tax profit of at least \$10 million for the last one or two years. Rule 210(3)(a) applies to the last one year or last two years as the case may be.

Although the Company has been included on the watch-list, the Company would like to assure all its shareholders and business partners that the Group’s business will continue as usual, and trading in its securities will also continue unless a trading halt or suspension is effected.

By Order of the Board

Aw Siew Yen, Patricia
Yeo Swee Gim, Joanne
Company Secretaries

3 June 2014
Singapore