

HALCYON AGRI CORPORATION LIMITED

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

- 1) **COMPLETION OF THE ACQUISITION BY HALCYON AGRI (MALAYSIA) SDN. BHD., AN INDIRECT WHOLLY-OWNED SUBSIDIARY OF HALCYON AGRI CORPORATION LIMITED, OF ASSETS AND LAND VIA THE ACQUISITION OF THE ENTIRE ISSUED AND PAID-UP SHARE CAPITAL OF CLS SDN. BHD. (THE "CLS ACQUISITION")**
 - 2) **USE OF PROCEEDS FROM THE PLACEMENT OF 40,000,000 NEW ORDINARY SHARES TO CREDENCE CAPITAL FUND II (CAYMAN) LIMITED WHICH WAS COMPLETED ON 24 JUNE 2013 (THE "CREDENCE PLACEMENT")**
-

*Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the announcements of the Company dated 3 June 2013 and 30 December 2013 in relation to the CLS Acquisition (the "**CLS Acquisition Announcements**"), and the announcements of the Company dated 15 May 2013, 7 June 2013, 24 June 2013, 14 August 2013 and 23 October 2013 in relation to the Credence Placement (the "**Credence Placement Announcements**").*

The Board of Directors (the "**Board**") of Halcyon Agri Corporation Limited (the "**Company**") and together with its subsidiaries, the "**Group**") wishes to announce the following:

1. **COMPLETION OF THE CLS ACQUISITION**

- 1.1 Further to the CLS Acquisition Announcements, the Group has today, through the acquisition of the entire shareholding interests in CLS Sdn. Bhd., completed the acquisition of two natural rubber processing factories located in Ipoh, Malaysia together with all associated buildings, plant and machinery (the "**Assets**"), and four plots of land on which the Assets are located and operated, pursuant to the fulfilment of the condition precedents set out in the Sale and Purchase Agreement ("**SPA**").
- 1.2 Following the completion of the CLS Acquisition, CLS Sdn. Bhd. and its wholly-owned subsidiary, Hevea CLS Sdn. Bhd., have become indirect wholly-owned subsidiaries of the Company.
- 1.3 The Company will make further announcements upon satisfaction of the conditions subsequent and payment of the remaining Consideration of RM10 million as set out in the addendums to the SPA.

2. **USE OF PROCEEDS FROM THE CREDENCE PLACEMENT**

- 2.1 Further to the Credence Placement Announcements, the remaining net proceeds of US\$14.2 million from the Credence Placement has been fully utilised to satisfy part of the consideration for the CLS Acquisition due on completion, which amounts to RM46.7 million (equivalent to approximately US\$14,173,450 based on the exchange rate of RM1.00 to US\$0.3035 as at the date of this announcement).

- 2.3 The use of net proceeds from the Credence Placement is in accordance with the intended purposes as set out in the announcement released by the Company on 15 May 2013 in relation to the Credence Placement, ie. for strategic purposes, such as acquisitions and investments.

By Order of the Board

Robert Meyer
Executive Chairman and CEO
16 January 2014

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 announcement 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 announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Mark Liew, Managing Director, Corporate Finance, at 20 Cecil Street, #21-02 Equity Plaza, Singapore 049705, telephone (65) 6229 8088.