

HALCYON AGRI CORPORATION LIMITED

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

- (1) **PROPOSED ISSUANCE OF GUARANTEED PERPETUAL SECURITIES**
 - (2) **CANCELLATION OF THE PROPOSED RIGHTS ISSUE**
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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 22 June 2020, 8 July 2020, 28 August 2020 and 2 September 2020 (the “Announcements”) in relation to the Rights Issue and the proposed issuance of Guaranteed Perpetual Securities.

1. PROPOSED ISSUANCE OF GUARANTEED PERPETUAL SECURITIES

- 1.1 The Board of Directors (the “**Board**”) of Halcyon Agri Corporation Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Announcements and wishes to update the Company’s shareholders that SIC’s shareholders have on 14 September 2020, passed a resolution to approve the provision of the SIC Guarantee to support the issuance of Guaranteed Perpetual Securities by the Company.
- 1.2 Taking into account the availability of the SIC Guarantee, the Company intends to pursue the alternative fund raising option by way of issuance of Guaranteed Perpetual Securities of up to US\$200 million.
- 1.3 It should be noted that:
 - (a) the Guaranteed Perpetual Securities are not intended to be offered to retail investors;
 - (b) the Company is in the process of appointing professional advisers to assist with the proposed issuance of Guaranteed Perpetual Securities; and
 - (c) the principal terms and conditions of the proposed issuance of the Guaranteed Perpetual Securities, including any financial benefit (direct or indirect) payable to SIO/SIC for the SIC Guarantee, have not been finalised.

2. CANCELLATION OF THE PROPOSED RIGHTS ISSUE

- 2.1 As previously disclosed by the Company, the issuance of Guaranteed Perpetual Securities is a more optimal form of fundraising as compared with the Rights Issue¹.
- 2.2 Given that SIC has received approval from its shareholders for the SIC Guarantee, the Board has therefore decided not to proceed with the Rights Issue.

3. CAUTIONARY STATEMENT

- 3.1 The Company wishes to caution the Shareholders that there is no assurance that the proposed issuance of Guaranteed Perpetual Securities will be successfully completed. The Company will make further announcement(s) on SGXNET as and when there are material developments to the proposed issuance of the Guaranteed Perpetual Securities.

¹ Please refer to section 1.4 and section 2.1 (a) to (c) of the Company’s announcement dated 28 August 2020.

3.2 Shareholders and potential investors should exercise caution when trading in the Company's securities, and where in doubt as to the action they should take, they should consult their financial, tax or other advisors.

By Order of the Board

Liew Guat Yi
Company Secretary
14 September 2020