

**PROPOSED BONUS ISSUE**

---

**1. INTRODUCTION**

The board of directors (the “**Directors**”) of Hai Leck Holdings Limited (the “**Company**”) is pleased to announce that the Company is proposing a bonus issue (the “**Proposed Bonus Issue**”) of 20,599,394 new ordinary shares in the capital of the Company (the “**Bonus Shares**”), on the basis of one (1) Bonus Share to be credited as fully paid for every ten (10) existing ordinary shares in the capital of the Company (the “**Shares**”) held by shareholders of the Company (the “**Shareholders**”) and the Company, fractional entitlements to be disregarded, as at the record date (“**Record Date**”) to be determined by the Directors for the purpose of determining the entitlement of the Shareholders.

**2. TERMS OF THE PROPOSED BONUS ISSUE**

- 2.1 Based on the issued and paid up share capital of the Company comprising 205,993,947 Shares (including treasury shares) as at the date of this announcement, 20,599,394 Bonus Shares will be issued pursuant to the Proposed Bonus Issue (assuming there is no change in the number of issued Shares from the date of this announcement up to the Record Date). The actual number of Bonus Shares to be issued by the Company will depend on the total issued share capital of the Company as at the Record Date.
- 2.2 The Bonus Shares will be issued to the Shareholders whose names appear in the Register of Members or who have shares entered against their names in the Depository Register as at the Record Date. Notice of the Record Date of the Register of Members and the Share Transfer Books of the Company will be given at a later date, after necessary approval has been obtained from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”).
- 2.3 The Bonus Shares will be allotted and issued as fully paid at nil consideration to entitled Shareholders without capitalisation of the Company’s reserves. The Bonus Shares, when allotted and issued, will rank *pari passu* in all respects with the existing ordinary shares in the capital of the Company and with each other, except that the Bonus Shares will not be entitled to any dividends, rights, allotments or other distributions, the record date of which falls on a date before the date on which the Bonus Shares are allotted and issued.
- 2.4 The Bonus Shares will be issued pursuant to the share issue mandate (“**General Mandate**”) obtained from Shareholders at the annual general meeting of the Company held on 29 October 2020, which authorises the Directors to, *inter alia*, allot and issue new Shares, provided that the new Shares to be issued does not exceed 50% of the total number of issued Shares in the capital of the Company (excluding treasury shares and subsidiary holdings) at the time of passing of the resolution approving the General Mandate.
- 2.5 As at the date of this announcement, the Company has not issued any new Shares pursuant to the General Mandate and the proposed issue of 20,599,394 Bonus Shares pursuant to the Proposed Bonus Issue will fall within the maximum number authorised under the General Mandate.

### **3. RATIONALE FOR THE PROPOSED BONUS ISSUE**

The Company is considering the Proposed Bonus Issue to increase the issued share capital base of the Company. The Proposed Bonus Issue, if carried out, will increase the accessibility of investing in the Company to more investors, thereby encouraging trading liquidity and greater participation by investors and broadening the shareholder base of the Company.

### **4. APPROVALS**

- 4.1 The Proposed Bonus Issue is subject to, *inter alia*, the approval of the SGX-ST for the listing and quotation of the Bonus Shares on the Official List of the SGX-ST.
- 4.2 The Company will also be making an application to the SGX-ST for the listing and quotation of the Bonus Shares on the Official List of the SGX-ST in due course.

### **5. RECORD DATE**

The Bonus Shares will be issued to the Shareholders whose names appear in the Register of Members of the Company or the records of The Central Depository (Pte) Limited, as the case may be, as at the Record Date to be determined by the Directors for the purpose of determining the entitlements of the Shareholders. Notice of the Record Date will be given at a later date, after the necessary approvals have been obtained.

### **6. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS**

None of the Directors and substantial Shareholders of the Company has any interest, direct or indirect, in the Proposed Bonus Issue other than through their respective shareholdings in the Company.

### **7. RESPONSIBILITY STATEMENT**

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries that, to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Proposed Bonus Issue, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in the announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in the announcement in its proper form and context.

### **8. CAUTIONARY STATEMENT**

Shareholders and potential investors should note that the Proposed Bonus Issue is subject to, *inter alia*, the necessary approvals being obtained by the Company, and are therefore advised to exercise caution when dealing or trading in the Shares. Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Cheng Buck Poh  
Executive Chairman and Chief Executive Officer

14 May 2021