

HALCYON AGRI CORPORATION LIMITED

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

FURTHER ANNOUNCEMENT ON PUBLIC FLOAT IN RELATION TO THE SHARES OF HALCYON AGRI CORPORATION LIMITED

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 Company's announcement dated 23 August 2016 ("Announcement") relating to the public float of the Company.

The Board of Directors (the "**Board**") of Halcyon Agri Corporation Limited (the "**Company**" or "**HAC**") refers to the Announcement as well as the announcement dated 23 August 2016 made by Deutsche Bank AG, Singapore Branch, for and on behalf of HAC, of HAC's voluntary conditional general offer (the "**GMG VGO**") for all the issued and paid-up ordinary shares in the capital of GMG Global Ltd ("**GMG**"), and wishes to update the Company's shareholders that:

1. Based on the information available to the Company as at 25 August 2016, the current free float is approximately 5.77%.
2. The GMG VGO will be open for acceptance upon despatch by HAC of the offer document in relation thereto, which is expected to take place on or around 9th September 2016. SIO has undertaken to the Company to tender all its GMG shares (comprising 391,593,237 GMG shares representing 51.12% of GMG's entire issued and paid up share capital) upon the GMG VGO becoming open for acceptance ie. on 9th September 2016. Accordingly, once SIO tenders its GMG shares in acceptance of the offer, the GMG VGO will turn unconditional and all other valid acceptances will be settled. Consideration for the GMG VGO will be in the form of issuing new fully paid-up ordinary shares in the capital of the Company (the "**Settlement**").
3. Upon Settlement for GMG VGO in respect of the acceptance by SIO, the Company will issue 365,485,716 new shares to SIO. The Company's total issued and paid-up share capital will increase from its current 600,092,000 shares to 965,577,716 shares, and the public float is expected to increase from its current level of 5.77% to 7.73%.
4. The public float of the Company will increase when the Settlement has taken place for any acceptances by GMG shareholders under the GMG VGO. Accordingly, the Company expects to satisfy the Free Float Requirement in the course of the GMG VGO.
5. While the current free float of HAC is below 10%, the Board notes that the Company has a large number of shares in issue, and a substantial market capitalisation. As such, it is of the view that the likelihood of disorderly trading in the Company's shares is limited. However, the Company will monitor trading activity in the Company's shares closely and will immediately request a trading halt from the SGX should any such trading activity indicate that there has been disorderly trading in HAC shares.
6. The Board reiterates its advice to shareholders and potential investors to exercise caution when trading in HAC shares. In the event of any doubt as to the action they should take, they should consult their stockbroker, bank manager, solicitor or other professional advisors.

The Directors of the Company (including those who may have delegated detailed supervision of this announcement) collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries that, as at the date hereof, to the best of their knowledge and belief, the facts stated and all opinions expressed in this announcement are fair and accurate. The Directors are not aware of any facts the omission of which would make any statement in this announcement misleading.

By Order of the Board of Directors

Pascal Demierre
Executive Director
29 August 2016