

HALCYON AGRI CORPORATION LIMITED

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

INCREASE IN SHAREHOLDING IN SUBSIDIARY

The Board of Directors (the “**Board**”) of Halcyon Agri Corporation Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to inform the shareholders that Sinochem International Natural Rubber Investment (Overseas) Pte. Ltd. (a 100% wholly-owned subsidiary of the Company) has acquired additional 2.34% stake in its subsidiary, Hainan Sinochem Rubber Co., Ltd. (海南中化橡胶有限公司) (“**Hainan**”), a company incorporated in the People’s Republic of China, for a total cash consideration of RMB8,730,000 (equivalent to approximately US\$1.31 million) (the “**Acquisition**”).

The consideration was arrived at on a willing-seller and willing-buyer basis, taking into consideration *inter alia*, the business and operations of Hainan. The net asset value represented by such shares as at 31 December 2016 is approximately US\$1.26 million. Subsequent to the Acquisition, the Company’s total equity interest in Hainan has increased from 97.37% to 99.71%.

The Acquisition was funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets per share or earnings per share of the Group for the financial year ending 31 December 2017.

None of the Directors and to the best of the Directors’ knowledge, none of the controlling shareholder of the Company or their respective associates has any interest, direct or indirect, in the foregoing transaction, other than that arising from their respective shareholdings and/or directorships, as the case may be, in the Company.

By Order of the Board

Pascal Demierre
Executive Director
28 August 2017