

HALCYON AGRI CORPORATION LIMITED

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

ACQUISITION OF 25% INTEREST IN JADEBLUE CONNECTION SDN. BHD.

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 a wholly-owned subsidiary of the Company, HAC Capital Pte. Ltd. (formerly known as Centrotrade Singapore Pte Ltd) has acquired a 25% interest in a transportation company Jadeblue Connection Sdn. Bhd. (“**Jadeblue**”), for a cash consideration of US\$1.82 million (the “**Acquisition**”). Jadeblue’s principal asset is a 2010 Citation Sovereign 680 (the “**Aircraft**”), and the transaction gives the Group the right to use the Aircraft under the framework as agreed with the other shareholders of Jadeblue.

The consideration for the Acquisition was arrived at on a willing-seller and willing-buyer basis, taking into consideration *inter alia*, the book value of Jadeblue and the market value of the Aircraft of approximately US\$7.02 million based on Vref Aircraft Value Reference. The net asset value represented by such shares as at 31 July 2017 is approximately US\$1.82 million. Subsequent to the Acquisition, Jadeblue has become an associate of the Company.

Given the Aircrafts’ operating range of 5,273 kilometres, fractional ownership and therefore guaranteed use of the Aircraft for 75 days annually, will better enable travel between the various locations of the Group’s operations in Asia. The Aircraft allows customisation for corporate travel plans of the Group’s senior management team and will thus facilitate travel and time convenience and efficiency.

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
30 October 2017