

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 Halcyon Agri (Malaysia) Sdn. Bhd. (an indirect wholly-owned subsidiary of the Company) has on 26 December 2017, acquired 500,000 shares (the “**Shares**”) (representing 2.5% of the issued and paid-up share capital) in Euroma Rubber Industries Sendirian Berhad (“**Euroma**”), a company incorporated in Malaysia, for a total cash consideration of RM300,000 (equivalent to approximately US\$75,000) (the “**Acquisition**”). The stamping of the share transfer has been completed on 8 January 2018.

The Acquisition is part of the Group’s continued corporate streamlining exercise and the purchase consideration was arrived at on a willing-seller and willing-buyer basis, taking into consideration *inter alia*, the business and operations of Euroma. The Shares have negative net asset value of approximately US\$3,000 as at 30 November 2017. Subsequent to the Acquisition, the Company’s total equity interest in Euroma has increased from 97.5% to 100%, and Euroma has become an indirect wholly-owned subsidiary of the Company.

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 ended 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
8 January 2018