

HONG LAI HUAT GROUP LIMITED
(Formerly known as "HLH GROUP LIMITED")
(Company Registration No. 199905292D)
(Incorporated in the Republic of Singapore)
(the "**Company**")

PROPOSED SHARE CONSOLIDATION OF EVERY THIRTY (30) ORDINARY SHARES INTO ONE (1) CONSOLIDATED SHARE

*Unless otherwise expressly defined herein, all capitalised terms used herein shall have the same meanings ascribed to them in the Company's announcements dated 7 April 2018, 2 May 2018, 4 May 2018, 7 May 2018 and 12 May 2018 ("**Announcements**") and the circular to Shareholders dated 7 April 2018 ("**Circular**").*

COMPLETION OF THE PROPOSED SHARE CONSOLIDATION

The Board of Directors (the "**Board**") of Hong Lai Huat Group Limited (the "**Company**", and together with its subsidiaries, the "**Group**") is pleased to announce that the Proposed Share Consolidation has been completed and is effective as at 9.00 a.m. on 15 May 2018. Accordingly, the issued share capital of the Company comprises 221,933,192 Consolidated Shares after disregarding any fractions of Consolidated Shares arising from the Proposed Share Consolidation.

Each Consolidated Share will rank *pari passu* in all respects with each other and will be traded in board lots of one hundred (100) Consolidated Shares.

The Register of Members and the Depository Register have been updated to reflect the number of Consolidated Shares held by each Shareholder based on the number of Shares held by them as at 5.00 p.m. on the Books Closure Date, being 14 May 2018.

Shareholders should note that the number of Consolidated Shares which they will be entitled to pursuant to the Proposed Share Consolidation, based on their shareholdings as at the Books Closure Date, will be rounded down to their nearest whole Consolidated Share and any fractions of Consolidated Shares arising from the Proposed Share Consolidation have been disregarded.

Shareholders (being Depositors) who receive odd lots of Consolidated Shares pursuant to the Proposed Share Consolidation and who wish to trade such odd lots of Consolidated Shares on the SGX-ST should note that odd lots of Consolidated Shares can be traded on the Unit Share Market which would allow trading in odd lots with a minimum size of one (1) Consolidated Share.

A temporary counter in the ready market for trading in odd lots of Consolidated Shares will be set up for two (2) months to allow Shareholders to trade their odd lots of Consolidated Shares following the Proposed Share Consolidation. Shareholders who receive odd lots of Consolidated Shares and who wish to trade such lots of Consolidated Shares may do so in this temporary counter.

By Order of the Board

Dr Ong Bee Huat
Executive Director
16 May 2018