

HONG LAI HUAT GROUP LIMITED
(Incorporated in Singapore)
(Company Registration No.: 199905292D)

PROPOSED ISSUE OF WARRANTS - Outcome of the application for the listing and quotation of the Warrant Shares on the Main Board of the SGX-ST (the “Application”)

1. Introduction

- 1.1 The Board of Directors of Hong Lai Huat Group Limited (“**Company**”) refers to the Company’s announcements dated 26 November 2021 (“**First Announcement**”) and 25 January 2022 in respect of the proposed issuance of 80 million non-listed and transferable warrants (“**Warrants**”) to Soochow CSSD Capital Markets (Asia) Pte. Ltd. (“**SCCM**”).
- 1.2 All capitalised terms in this announcement shall, unless otherwise defined, have the same meanings given to them in the First Announcement.

2. Outcome of the Application

On 10 February 2022, the SGX-ST issued a reply letter to the Application by the Company, informing the Company that it is unable to approve the Proposed Issuance and advising that the Application has been rejected due to a lack of commercial rationale for the Proposed Issuance for fund raising, taking into account, inter alia, the exercise prices’ high premium over the current Share price, the Company’s historical Share price as well as the consideration of S\$800 for the Proposed Issuance.

3. Caution in Trading

Shareholders, investors and other persons are advised to exercise caution in trading the securities of the Group. There is no certainty or assurance as at the date of this announcement that the Proposed Issuance will proceed or that no changes will be made to the terms thereof. The Company will make the necessary announcement if there is any further development on the Proposed Issuance. Shareholders, investors and other persons are advised to read this announcement and any further announcements by the Company carefully. They should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Ong Jia Jing
Group Executive Director
for and on behalf of
HONG LAI HUAT GROUP LIMITED

11 February 2022