

HOE LEONG CORPORATION LTD.
(the “Company”)
(Company registration number 199408433W)
(Incorporated in the Republic of Singapore)

UPDATE ANNOUNCEMENT

The Board of Directors (the “**Board**”) of Hoe Leong Corporation Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcement dated 2 September 2019 in relation to the suspension of trading pursuant to Rule 1303(3) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). The Company remains in trading suspension pursuant to Rule 1303(3) of the Listing Manual of the SGX-ST as of the date this announcement. Pursuant to Rule 1304(1) of the Listing Manual of the SGX-ST, the Company is to submit a proposal to resume trading in its securities (the “**Resumption Proposal**”) within 12 months of the date of suspension.

The Board wishes to update its shareholders that:

- (a) it has sold four vessels and will be disposing its remaining vessel, completely exiting from its vessel chartering business;
- (b) it is actively taking steps to streamline its cost structure with a view to improving profitability for its equipment segment;
- (c) its corporate advisor, RSM Corporate Advisory Pte Ltd, continues to assist the Group in its strategic review of the Group’s existing business and in the formulation of plans to improve the financial position and/or performance of the Group; and
- (d) the Company has identified potential investors to raise additional funds to finance the Group’s operations and are currently in discussions with them.

As the Company requires further time to consider its fund-raising options, the Company had submitted an application to the SGX-ST for the extension of time of three (3) months to submit its Resumption Proposal.

The Company will make further announcements to update its shareholders when there are material updates as may be necessary or appropriate.

Although the Company’s shares are under suspension, shareholders, securityholders and investors are advised to read this announcement and any past and future announcements by the Company carefully when dealing with the shares and securities of the Company. Shareholders, securityholders, and investors should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take or when dealing with their shares or securities of the Company.

By Order of the Board

Liew Yoke Pheng, Joseph
Executive Chairman and Chief Executive Officer
04 September 2020