

7 March 2019

**INFORMATION UPDATE FOR SECURITYHOLDERS OF HYFLUX LTD (“HYFLUX”)  
S\$500MILLION 6% PERPETUAL CAPITAL SECURITIES (THE “PERPETUAL SECURITIES”)**

**IMPORTANT NOTICE**

**This is a further update to the information provided on the Trustee’s website regarding Hyflux’s Reorganisation and related Scheme of Arrangement.**

**Hyflux’s Third Round of Town Hall Meetings**

Hyflux announced on 27 February 2019 (accessible [here](#)) that if you wish to attend the Third Round of Town Hall Meetings, you can register your interest via the Company's online form at <https://www.hyflux.com/financial-reorganisation-exercise/shareholders-and-holders-of-securities/> by **12.00 pm on Friday, 8 March 2019**.

The Third Round of Town Hall Meetings are to take place on **13 March 2019 at 7.00 pm** at Hyflux Innovation Centre, Multi-Purpose Hall, 80 Bendemeer Rd, Singapore 339949 (or such other place as may be notified by announcement on SGXNet).

Hyflux’s announcement states that a holder of any Securities who is an individual cannot appoint a proxy to attend on his behalf and any attendance must be in person. Professional advisers such as accountants, stockbrokers, lawyers and other agents are also not permitted to attend.

**Further Information filed by Hyflux**

Hyflux also filed two affidavits on 1 March 2019. The first affidavit (accessible [here](#)), exhibits:

- The pro-forma unaudited consolidated statement of financial position and consolidated statement of comprehensive income for Hyflux and its subsidiaries for the financial period ended 30 September 2018;
- The pro-forma restructured consolidated statement of financial position and consolidated statement of comprehensive income for Hyflux and its subsidiaries; and
- The financial effects of the reorganisation for Hyflux and its subsidiaries for illustrative purposes and on the basis of the assumptions set out therein.

The second affidavit (accessible [here](#)) has been filed in support of applications made by Hyflux and Hydrochem (S) Pte. Ltd. for a variation of the moratorium orders granted by the Court in respect of each of them.

## **Notice of Default issued by PUB**

Finally, Hyflux announced on 5 March 2019 that the Public Utilities Board (“**PUB**”) issued a notice dated 5 March 2019 to Tuaspring Pte. Ltd. (“**Tuaspring**”).

The announcement states that:

- The notice asserts certain defaults under the Water Purchase Agreement entered into between PUB and Tuaspring.
- The Water Purchase Agreement provides for a default cure period of 30 days from 6 March 2019 (i.e. until 5 April 2019), or such longer period as may be reasonable for Tuaspring to consult with PUB as to the steps that need to be taken with a view of mitigating the consequences of, and curing, any defaults that are alleged to have occurred.
- If PUB terminates the Water Purchase Agreement, SM Investments may be entitled to terminate the Restructuring Agreement entered into with Hyflux.
- Hyflux and Tuaspring are currently seeking legal advice on the notice issued by PUB and will commence consultations with PUB immediately.

You may access the announcement [here](#).

## **Information on the Scheme of Arrangement and Scheme Meeting**

*More information on the Scheme of Arrangement, the Scheme Meeting, and how you may attend and vote at the Scheme Meeting may be found on our previous website update of 26 February 2019 (which you may access [here](#)). Hyflux’s FAQ section on voting at the Scheme Meeting may be found here: <https://www.hyflux.com/scheme-meeting-voting-faqs/>*

*Questions, comments or suggestions on the Scheme or Reorganisation Process can be directed to SIAS at [admin@sias.org.sg](mailto:admin@sias.org.sg) or the Informal Steering Committee for Holders of Perpetual Securities and Preference Shares through the Independent Financial Advisors (PwC Singapore) at [hyflux.enquiry.sg@sg.pwc.com](mailto:hyflux.enquiry.sg@sg.pwc.com) / +65 9623 3750.*

*Queries can also be addressed to the Issuer [investor@hyflux.com](mailto:investor@hyflux.com) or its advisors at [hyfluxqueries@sg.ey.com](mailto:hyfluxqueries@sg.ey.com) (its financial advisors) and [Hyflux.queries@wongpartnership.com](mailto:Hyflux.queries@wongpartnership.com) (its legal advisors). Alternatively, you may call the Issuer’s support hotline at [\(+65\) 3157 7999](tel:+6531577999) from Monday to Friday, 9.00 am to 5.00 pm (SGT).*

*Hyflux’s updates about the reorganisation process can be found on their website at this link: <https://www.hyflux.com/financial-reorganisation-exercise/>.*

*The contents of this Information Update are not meant to be legal or professional advice or substitutes for such advice. If you are concerned about your position, you should seek your own legal and/or financial advice.*