

**RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE  
– RESULTS OF RIGHTS ISSUE**

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*Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meaning as ascribed to them in the Company's offer information statement in relation to the Rights Issue (the "Offer Information Statement") lodged with the Monetary Authority of Singapore on 3 October 2018. Any reference to the time of day herein shall be a reference to Singapore time.*

## 1. INTRODUCTION

The board of directors (the "**Board**" or the "**Directors**") of Hong Leong Asia Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Company's announcements dated 14 August 2018, 5 September 2018, 7 September 2018, 24 September 2018 and 3 October 2018 in relation to the renounceable non-underwritten rights issue (the "**Rights Issue**") of up to 374,678,559 new ordinary shares in the capital of the Company (the "**Rights Shares**") at an issue price of S\$0.54 for each Rights Share, on the basis of one (1) Rights Share for every one (1) existing ordinary share in the capital of the Company.

## 2. RESULTS OF THE RIGHTS ISSUE

### 2.1. Level of subscription

The Board wishes to announce that, based on the total issued share capital of the Company of 373,908,559 Shares as at the Books Closure Date, a total of 373,908,559 Rights Shares were available for subscription under the Rights Issue. As at the close of the Rights Issue (the "**Closing Date**"), the Rights Shares (inclusive of Rights Shares subscribed for by HLCH pursuant to the Irrevocable Undertaking) were all validly subscribed for.

Details of the valid acceptances and excess applications for the Rights Shares received are as follows:

	Number of Rights Shares	As a percentage of the total number of Rights Shares available for subscription under the Rights Issue (%)
Valid acceptances	282,849,715 <sup>(1)</sup>	75.6
Excess applications	91,058,844 <sup>(2)</sup>	24.4
Total	<u>373,908,559</u>	<u>100.0</u>

**Notes:**

- (1) Includes 239,664,000 Rights Shares accepted and subscribed for (or in respect of which subscription and payment had been procured) by the Undertaking Shareholder, pursuant to the Irrevocable Undertaking.
- (2) Includes excess application for 83,001,657 Rights Shares by the Undertaking Shareholder, pursuant to the Irrevocable Undertaking.

### 2.2. Allocation of Rights Shares for excess applications

The provisional allotments of 91,058,844 Rights Shares which were not validly accepted or subscribed for by the Entitled Shareholders, their renounees and/or Purchasers under the Rights Issue, will be allocated to satisfy the valid excess applications for the Rights Shares. As the number of excess applications (excluding that applied for by HLCH pursuant to the Irrevocable Undertaking) is less than the available number of provisional allotments of Rights Shares, all valid applications for Excess Rights Shares will be allotted with the relevant Rights Shares applied for.

Based on the results of the Rights Issue, the resultant shareholding of HLCH after the Rights Issue will be approximately 75.2%.

### 2.3. Allotment and issue of Rights Shares

In the case of Entitled Depositors, Purchasers and Entitled Scripholders and their renounees (who have furnished valid Securities Account numbers in the relevant form(s) comprised in the PAL) with valid acceptances and/or (if applicable) successful applications for Excess Rights Shares, share certificate(s) representing such number of Rights Shares will be sent to CDP within ten (10) Market Days after the Closing Date and CDP will thereafter credit such number of Rights Shares to their relevant Securities Accounts. CDP will then send to the relevant subscribers, at their own risk, a notification letter stating the number of Rights Shares credited to their Securities Accounts.

In the case of Entitled Scripholders and their renounees with valid acceptances for the Rights Shares and/or (if applicable) successful applications for Excess Rights Shares and who have, among others, failed to furnish or furnished incorrect or invalid Securities Account numbers in the relevant form comprised in the PAL, share certificate(s) representing such number of Rights Shares will be sent by ordinary post, at their own risk, to their mailing addresses in Singapore as maintained with the Share Registrar within ten (10) Market Days after the Closing Date.

### 2.4. Distribution of the net sale proceeds from "nil-paid" rights entitlements in respect of Foreign Shareholders

Of the total 1,059,514 Rights Shares which would otherwise have been provisionally allotted to Foreign Shareholders, a total of 1,059,500 Rights Shares were sold "nil-paid" on the SGX-ST during the provisional allotment trading period as provided for in the Offer Information Statement.

The net proceeds from the sale of the 1,059,500 Rights Shares, after deduction of all expenses therefrom, will be pooled and thereafter distributed to Foreign Shareholders in proportion to their respective shareholdings or, as the case may be, the number of Shares standing to the credit of their respective Securities Accounts as at the Books Closure Date and sent to them by means of a crossed cheque at their own risk by ordinary post, or in such other manner as they may have agreed with CDP for payment of any cash distributions. If the amount of net proceeds to be distributed to any single Foreign Shareholder is less than S\$10.00, the Company shall be entitled to retain or deal with such net proceeds as the Directors may, in their absolute discretion, deem fit in the interests of the Company and no Foreign Shareholder or persons acting to the account or benefit of any such persons shall have any claim whatsoever against the Company, the Directors, the Manager, CDP, the Share Registrar and/or their respective officers in connection therewith.

### 2.5. Net proceeds from the Rights Issue

The Company has raised net proceeds of approximately S\$201.3 million (after deducting estimated expenses of approximately S\$0.6 million) from the Rights Issue ("**Net Proceeds**"). In line with the information disclosed in the Offer Information Statement, the Company intends to utilise the Net Proceeds as follows:

Use of Net Proceeds	Amount (S\$'million)
Partial repayment of the Acquisition Loan	14.0
Construction of the Plant	60.0
Repayment of other loans <sup>1</sup>	25.0
General corporate purposes or making strategic investments and/or acquisitions <sup>1</sup>	102.3
	<hr/>
	201.3

<sup>1</sup> Based on an amount of S\$25.0 million utilised for the repayment of other loans.

Pending the deployment of the Net Proceeds, such proceeds may be deposited with banks and/or financial institutions, invested in short-term money markets or marketable securities, used to repay short-term revolving facilities and/or used for any other purpose on a short-term basis as the Directors may, in their absolute discretion, deem fit in the interests of the Company.

### **3. REFUND FOR INVALID OR UNSUCCESSFUL ACCEPTANCES AND EXCESS APPLICATIONS**

In the case of any acceptance of Rights Shares and (if applicable) application for Excess Rights Shares which is invalid or unsuccessful, or if an Entitled Shareholder applies for Excess Rights Shares but no Excess Rights Shares are allotted to that Entitled Shareholder, or if the number of Excess Rights Shares allotted to that Entitled Shareholder is less than the number applied for, the amount paid on acceptance and (if applicable) application, or the surplus application monies, as the case may be, will be refunded to the relevant Entitled Shareholder, Purchaser or their renounee by the Company (in the case of Entitled Scripholders) or CDP (in the case of Entitled Depositors and Purchasers) on behalf of the Company without interest or any share of revenue or other benefit arising therefrom within 14 days after the Closing Date by any one or a combination of the following:

- (a) in respect of Entitled Depositors, where the acceptance and (if applicable) application had been made through Electronic Application, by crediting the relevant applicant's bank account with the relevant Participating Bank, at their own risk, with the appropriate amount within three (3) business days after the commencement of trading of the Rights Shares, the receipt by such bank being a good discharge by the Company, the Manager and CDP of their obligations, if any;
- (b) in respect of Entitled Depositors, where the acceptance and (if applicable) application had been made through CDP, by means of a crossed cheque for the appropriate amount drawn in Singapore currency on a bank in Singapore and sent to them by ordinary post and at their own risk to their mailing addresses as maintained with CDP or in such other manner as they may have agreed with CDP for the payment of any cash distributions, within three (3) business days after the commencement of trading of the Rights Shares; or
- (c) in respect of Entitled Scripholders, by means of a crossed cheque for the appropriate amount drawn in Singapore currency on a bank in Singapore and sent to them at their mailing addresses as maintained with the Share Registrar by ordinary post and at their own risk, within 14 days after the Closing Date.

### **4. LISTING OF RIGHTS SHARES**

The Company expects that 373,908,559 Rights Shares will be allotted and issued on or about 26 October 2018.

The 373,908,559 Rights Shares are expected to be listed and quoted on the SGX-ST on or about 29 October 2018 and trading of the Rights Shares will commence with effect from 9.00 a.m. on the same day. The Company will release an announcement to advise Shareholders on the date for the listing of and quotation for the Rights Shares on the SGX-ST in due course. The listing and quotation notice granted by the SGX-ST on 5 September 2018 is not to be taken as an indication of the merits of the Rights Issue, the Rights Shares, the Company, and/or its subsidiaries.

The Rights Shares will, upon allotment and issuance, rank *pari passu* in all respects with the then existing issued Shares, save for any dividends, rights, allotments or other distributions, the Record Date for which falls before the date of issue of the Rights Shares.

Following the allotment and issuance of the Rights Shares, the number of issued Shares has increased from 373,908,559 Shares to 747,817,118 Shares.

The Company wishes to take this opportunity to thank Shareholders for their support in ensuring the successful completion of the Rights Issue.

**BY ORDER OF THE BOARD**  
HONG LEONG ASIA LTD.

Ng Siew Ping, Jaslin  
Yeo Swee Gim, Joanne  
Company Secretaries

23 October 2018  
Singapore