



ENTRY INTO JOINT VENTURE AGREEMENT

The Board of Directors (the “**Board**” or “**Directors**”) of Hwa Hong Corporation Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that its wholly-owned subsidiary, Singapore Warehouse Company (Private) Ltd. (“**SWC**”) had on 12 December 2018 entered into a joint venture agreement (the “**JVA**”) with Zen Capital Pte. Ltd. (“**Zen Capital**”) to incorporate a joint venture company in Singapore which shall be named “Shorea Capital Pte. Ltd.” (“**Shorea Capital**”).

Shorea Capital will have a total issued and paid-up share capital of S\$2 consisting of 2 ordinary shares. The principal business of Shorea Capital will be that of real estate fund management, real estate investment and the provision of real estate investment advisory services.

Pursuant to the JVA, SWC will hold an equity interest of 50% and Zen Capital will hold an equity interest of 50% respectively in Shorea Capital. The contribution of the equity interest by SWC will be funded through the Group’s internal resources and entering into the JVA is not expected to have a material impact on the Group’s earnings per share or net tangible asset value per share for the financial year ending 31 December 2018.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company) in the above.

By Order of the Board

Lee Soo Wei
Chief Financial Officer

12 December 2018