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**ACQUISITION OF INTEREST IN COMMERCIAL PROPERTY LOCATED AT HERBAL HILL, CLERKENWELL, LONDON EC1 UNITED KINGDOM**  
**- EXTENSION OF LOAN PERIOD OF FUNDING TO CO-INVESTOR TO FUND ITS COMMITMENT IN RESPECT OF ITS 45% INTEREST IN THE PROPERTY**

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*Unless otherwise defined, capitalised terms in this Announcement shall bear the same meanings ascribed to them in the announcement by the Company dated 6 June 2016.*

1. The Board of Directors of Hwa Hong Corporation Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement dated 6 June 2016 (the “**6 June 2016 Announcement**”) in relation to, *inter alia*:
  - (a) the entry by Singapore Warehouse Company (Private) Ltd. (“**SWC**”), a wholly-owned subsidiary of the Company, into an agreement dated 3 June 2016 with DR Trust (US) (“**DR Trust**”) and Capital Herbal Limited (“**CHL**”) (the “**Funding Agreement**”), pursuant to which SWC agreed to loan GBP5.39 million to DR Trust (the “**DR Trust Loan**”) for the purpose of applying the monies towards payment of DR Trust’s 45% share of the Funding Commitment for the Property Acquisition, upon the terms and conditions of the Funding Agreement. As disclosed in the 6 June 2016 Announcement, pursuant to the Funding Agreement, SWC extended the DR Trust Loan to DR Trust on 3 June 2016 and DR Trust applied the DR Trust Loan for the aforesaid purpose on the same day; and
  - (b) the supplemental agreement dated 3 June 2016 (the “**Supplemental Agreement**”) between SWC, DR Trust, Capital Eagle Limited and Eagle House LLC.

Please refer to the 6 June 2016 Announcement for further details on the Funding Agreement and the Supplemental Agreement.

2. The Company wishes to announce that SWC has, on 1 December 2016, entered into a deed of variation with DR Trust, CHL, Capital Eagle Limited and Eagle House LLC in relation to the Funding Agreement and the Supplemental Agreement (the “**Deed of Variation**”). Pursuant to the Deed of Variation, the parties have agreed to amend the Funding Agreement to:
  - (a) amend the Loan Period from a period of six (6) months from the date of drawdown of the DR Trust Loan to a period of twelve (12) months from the date of drawdown of the DR Trust Loan; and
  - (b) provide for additional interest payments to be made by DR Trust to SWC on 2 March 2017 and 2 June 2017.

Save for the abovementioned amendments to the Funding Agreement, the terms of the Funding Agreement and the Supplemental Agreement shall remain unchanged and continue in full force and effect.

3. Based on the assumption that the DR Trust Loan (together with accrued interest) is repaid by the end of the Loan Period, the Funding Agreement is not expected to have a material impact on the consolidated earnings per share and consolidated net tangible assets of the Group for the current financial year ending 31 December 2016.
4. None of the Directors or the controlling shareholders of the Company has any direct or indirect interest in the Deed of Variation.

**BY ORDER OF THE BOARD**

Lee Soo Wei  
Chief Financial Officer

2 December 2016