



Hiap Hoe Limited

(Registration No. : 199400676Z)
(Incorporated in Singapore)

RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF 75,929,272 NEW ORDINARY SHARES (THE "RIGHTS SHARES") IN THE CAPITAL OF HIAP HOE LIMITED (THE "COMPANY") AT AN ISSUE PRICE OF S\$0.28 FOR EACH RIGHTS SHARE, ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY FOUR (4) EXISTING ORDINARY SHARES IN THE CAPITAL OF THE COMPANY HELD BY SHAREHOLDERS OF THE COMPANY ("SHAREHOLDERS") AS AT THE BOOKS CLOSURE DATE (AS DEFINED HEREIN), FRACTIONAL ENTITLEMENTS TO BE DISREGARDED (THE "RIGHTS ISSUE")

– RESULTS OF THE RIGHTS ISSUE

The Company refers to the announcements dated 14 May 2008, 9 June 2008, 13 June 2008 and 30 June 2008 in relation to the Rights Issue. Unless otherwise defined, all terms used herein shall bear the respective meanings ascribed thereto in the Offer Information Statement.

1. RESULTS OF THE RIGHTS ISSUE

Level of Subscription. The board of directors of the Company (the "**Directors**") is pleased to announce that, as at the close of the Rights Issue on 17 July 2008 (the "**Closing Date**"), valid acceptances and excess applications for a total of 70,386,378 Rights Shares, representing approximately 92.7% of the total number of Rights Shares available under the Rights Issue, were received.

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

- (a) valid acceptances were received for a total of 64,953,976 Rights Shares, representing approximately 85.5% of the total number of Rights Shares available under the Rights Issue; and
- (b) excess applications were received for a total of 5,432,402 excess Rights Shares, representing approximately 7.2% of the total number of Rights Shares available under the Rights Issue ("**Excess Applications**").

Pursuant to the Undertaking given by Hiap Hoe Holdings Pte Ltd (the "**Undertaking Shareholder**"), the Undertaking Shareholder has accepted its entitlement of 51,482,441 Rights Shares (the "**Relevant Entitlement**"), and has subscribed for 5,542,894 excess Rights Shares, being the additional Rights Shares in excess of the Relevant Entitlement and to the extent that they are not subscribed for by the other shareholders of the Company (the "**Shareholders**") as at the Closing Date.

The Rights Issue is therefore fully subscribed.

2. ALLOTMENT OF RIGHTS SHARES

The Central Depository (Pte) Limited ("**CDP**") will, on or about 25 July 2008, send to the Entitled Depositors with valid acceptances and successful applications of excess Rights Shares by ordinary post, at their own risk, to their mailing addresses in Singapore as

maintained with CDP, a notification of the number of Rights Shares that have been allotted to their Securities Accounts.

In the case of Entitled Scripholders with valid acceptances and successful applications of excess Rights Shares, share certificates representing such number of Rights Shares will be sent by registered post, at their own risk, to their mailing addresses in Singapore as maintained with the Share Registrar, on or about 24 July 2008.

3. REFUND AND PAYMENT

Where any acceptance for Rights Shares and/or Excess Application is invalid or unsuccessful, the amount paid on acceptance and/or application will be returned or refunded to such applicants without interest or any share of revenue or other benefit arising therefrom by:

- (a) ordinary post, and in the case of a refund, by means of a crossed cheque drawn on a bank in Singapore (where the acceptance and/or application is through CDP or the Share Registrar) within fourteen (14) Market Days after the Closing Date, at their own risk, to their mailing addresses in Singapore as maintained with CDP or the Share Registrar; or
- (b) crediting their bank accounts with the relevant Participating Banks (where acceptance and/or application is through Electronic Application) within fourteen (14) days of the Closing Date, at their own risk, the receipt by such bank being a good discharge to the Company and CDP of their obligations.

Some of the provisional allotments of Rights Shares which would have been provisionally allotted to Foreign Shareholders were sold "nil-paid" on the SGX-ST. The net proceeds from such sales, 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 entered against their names in the Depository Register as at the Books Closure Date and sent to them by ordinary post at their own risk, provided that where 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 and no Foreign Shareholder shall have any claim whatsoever against the Company or CDP in connection herewith.

4. LISTING

The Company expects that 75,929,272 Rights Shares shall be issued pursuant to the Rights Issue on or about 24 July 2008.

The Company further expects that the Rights Shares will be listed and quoted on the Official List of the SGX-ST with effect from 9.00 a.m. on or about 25 July 2008.

The Company will in due course release an announcement to advise on the date for the listing of, and quotation for, the Rights Shares on the SGX-ST.

BY ORDER OF THE BOARD

Submitted by Lai Foon Kuen, Company Secretary on 23 July 2008 to the SGX-ST