



HIAP SENG ENGINEERING LTD

(Incorporated in the Republic of Singapore)
(Company Registration No. 197100300Z)

APPLICATION BY HIAP SENG ENGINEERING LTD TO BE PLACED UNDER JUDICIAL MANAGEMENT

The Board of Directors (the “**Board**”) of Hiap Seng Engineering Ltd (the “**Company**”) wishes to announce that the Company and its subsidiary, HS Compression & Process Pte Ltd (“**HSCP**”), have today, each filed applications (the “**JM Applications**”) in the High Court of the Republic of Singapore (“**Court**”) for, amongst others, orders that the Company and HSCP be placed under judicial management pursuant to Section 227B of the Companies Act (Cap. 50) of the Republic of Singapore (the “**Companies Act**”). The JM Applications will be heard on a date to be fixed by the Court.

Pursuant to Section 227C of the Companies Act, during the period beginning with the making of each JM Application and ending with the making of such an order or the dismissal of the relevant JM Application (the “**JM Period**”):

- (a) no resolution shall be passed or order made for the winding up of the Company and HSCP;
- (b) no steps shall be taken to enforce any charge on or security over the Company’s or HSCP’s property or to repossess any goods in the Company’s or HSCP’s possession under any hire purchase agreement, chattels leasing agreement or retention of title agreement, except with leave of the Court and subject to such terms as the Court may impose; and
- (c) no other proceedings and no execution or other legal process shall be commenced or continued and no distress may be levied against the Company or HSCP or their respective property except with leave of the Court and subject to such terms as the Court may impose.

The Board and the board of directors of HSCP have, in the JM Applications, proposed the appointment of Ms Oon Su Sun and Mr Lin Yueh Hung c/o RSM Corporate Advisory Pte. Ltd. as judicial managers to manage the affairs, business and property of the Company and HSCP during the JM Period.

The Company has notified the Singapore Exchange Securities Trading Limited of the JM Applications, and the suspension of trading of the Company’s shares (requested on 28 November 2019) continues.

Shareholders, stakeholders and potential investors of the Company are advised to read this announcement and any further announcements made by the Company carefully. Shareholders are also advised to refrain from taking any action with respect to their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. Shareholders, stakeholders and potential investors of the Company should consult their financial, tax or other advisers if they have any doubt about the actions they should take.

Further announcements will be made by the Company and the Board via SGXNET as and when there are any material developments.

By Order of the Board

Tan Hak Jin
Joint Company Secretary
28 July 2020