

HLN TECHNOLOGIES LIMITED

Registration No. 200402180C

THE PROPOSED DISPOSAL OF THE COMPANY'S ELASTOMERIC BUSINESS - CONFIRMATION OF AMOUNT PAYABLE ON COMPLETION OF THE SALE AND PURCHASE AGREEMENT

1. INTRODUCTION

The board of directors ("**Board**") of HLN Technologies Limited ("**Company**") refers to the announcement made by the Company on 23 July 2012 in relation to the conditional sale and purchase agreement dated 20 July 2012 for the proposed disposal ("**Proposed Disposal**") of the Company's Elastomeric Business to Mr Wa Kok Liang ("**Purchaser**").

2. CONFIRMATION OF AMOUNT PAYABLE ON COMPLETION

The Board wishes to announce that the Purchaser has confirmed in writing to the Company on 17 October 2012 that he will be making the payment of S\$4,200,000 entirely in cash on completion, instead of cancelling shares in the Company. As a result, the total cash amount payable by the Purchaser to the Company on completion will be S\$4,400,000. Accordingly, the Company has today written to the Purchaser to confirm that the amount of the balance consideration, being S\$2,897,641.56, will be paid in 24 equal monthly instalments by way of post-dated cheques.

As previously announced on 23 July 2012, the Purchaser has already paid to the Company a cash deposit of S\$450,000. In aggregate, the total consideration payable by the Purchaser to the Company for the Proposed Disposal is S\$7,747,641.56.

A circular containing, inter alia, the advice of the independent financial adviser, the view of the Audit Committee of the Company and the recommendations of the directors of the Company who are considered independent regarding the Proposed Disposal will be despatched to shareholders of the Company ("**Shareholders**") in due course.

3. RESPONSIBILITY STATEMENT

The directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries that, to the best of their knowledge and belief, this announcement constitutes full and fair disclosure of all material facts about the Proposed Disposal, the Company and its subsidiaries and the directors are not aware of any facts the omission of which would make any statement in this announcement misleading.

BY ORDER OF THE BOARD

Cheong Weixiong, Jeff
Group Chief Executive Officer
23 October 2012