

HAI LECK HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No.: 199804461D)

**REPLY TO SGX QUERY REGARDING ANNUAL REPORT FOR THE FINANCIAL YEAR
ENDED 30 JUNE 2013 (“FY2013 ANNUAL REPORT”)**

The Board of Directors of Hai Leck Holdings Limited (the “Company”) would like to respond to the following queries raised by the Singapore Exchange Securities Trading Limited (“SGX-ST”) dated 24 October 2013 (“SGX Query”) as follows:

SGX Query:

We refer to the Company’s FY2013 Annual Report.

We note your statement on the utilisation of warrants issue proceeds on page 28 of FY2013 Annual Report.

- (i) Please provide a status report on the use of proceeds from the issuance of warrants and when such proceeds were materially disbursed; and
- (ii) Please disclose a breakdown with specific details on the use of proceeds for working capital.

Company’s response to SGX Query:

Further to the Company’s announcement dated 4 January 2013, the Company would like to provide an update on the use of the net proceeds amounting to S\$3.9 million (after deducting related expenses incurred in connection with the warrants issue) (the “Net Proceeds”) raised from the warrants issue on 7 January 2013 (the “Warrants Issue”) as follows:- .

Purpose	Cumulative amount utilised (S\$ million)
Business expansion of engineering, procurement and construction (“EPC”) capabilities*	0.5
Payment of general working capital	3.4
Total	S\$3.9

The breakdown of the working capital of S\$3.4 million utilised was as follows:

	S\$ million
Fabricated material and consumables	0.4
Fabricated and insulation works ceded out	3.0

Fabricated and insulation works ceded out and procurement of fabricated materials and consumables were incurred for the EPC project with CCD (Singapore) Pte. Ltd/Chang Chun (Singapore) Pte. Ltd. ("CCD/CC project").

As at to date, the net proceeds has been fully utilized. The above utilisation is in line with the intended uses of the Net Proceeds stated in the Offer Information Statement.

By Order of the Board of
HAI LECK HOLDINGS LIMITED

Cheng Yao Tong
Chief Executive Officer

28 October 2013