

FOR IMMEDIATE RELEASE

Halcyon Agri provides Q1 2024 business updates

SINGAPORE, 17 May 2024 – Halcyon Agri Corporation Limited ("**Halcyon Agri**", the "**Company**" and together with its subsidiaries, the "**Group**") today provided an update on its business performance for the quarter ended 31 March 2024 ("**Q1 2024**").

The macroeconomic environment continues to be volatile in Q1 2024 due to the inflationary pressure cast by the high interest rate environment, and the escalating geopolitical tensions further added to the uncertainties. On the other hand, the rubber prices have remained resilient, as seen in the SICOM TSR20 prices trading between the range of US\$1,600 – US\$1,700 per MT, which is higher than the previous year, which indicates resilient demand. The Group has also tapped into its global sales network to enhance engagement with its customers on their needs, especially given the impending implementation of EU Deforestation Regulation (EUDR).

The Group's sales volume has increased from 309,737 MT in Q1 2023, to 365,375 MT in Q1 2024, a 18.0% increase. Revenue increased by 20.5% from US\$492.2 million in Q1 2023 to US\$592.9 million in Q1 2024, on the back of higher volume and higher prices. Gross profit for Q1 2024 is US\$32.4 million, which grew in tandem with the revenue.

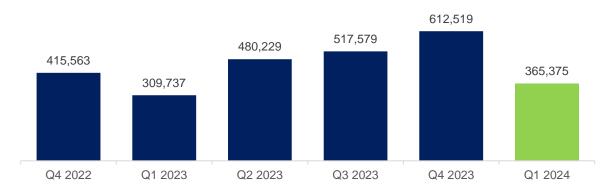
Q1 2024 EBITDA is US\$8.5 million, higher than Q1 2023, mainly due to the gross profit margin improvement and the positive impact of cost-saving initiatives activated since FY2023.

CEO's Remarks

Commenting on the Group's Q1 2024 results, **Mr Sun Weiliang (**孙卫良**)**, **Chief Executive Officer** said, "Despite the prolonged macroeconomic headwinds in the recent periods, the Group remain focused in its core businesses and the improvements in our Q1 2024 results indicate that we are heading on the right direction. While we expect the macroeconomic conditions to remain at the current level in near future, the natural rubber demand has been resilient, and we are ready to capture business opportunities that arise."

Financial Performance Summary

Sales volume (metric tonnes)



Q1 2024 sales volume, while remaining in line with the seasonality trend, improved from Q1 2023, highlighting the positive effects of integration efforts with the Group's controlling shareholder, Hainan Rubber Group.

Revenue and average selling prices



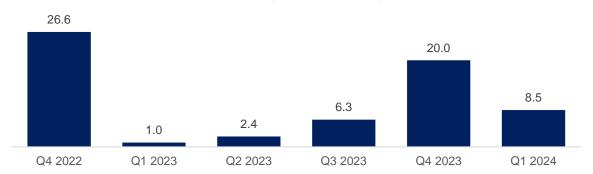
The increase in Q1 2024 revenue compared to Q1 2023 is a combined effect of price and volume improvement.

Gross profit



Gross profit improvement in Q1 2024 when compared with Q1 2023 is in line with the revenue trend. Unit margins have also improved for the fourth consecutive quarter.

EBITDA (US\$ in millions)



Q1 2024 EBITDA is also higher than Q1 2023, and its magnitude of increase is higher than that of gross profit, which outlined the positive effects of cost-saving initiatives.

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About Halcyon Agri

Halcyon Agri is a leading supply chain franchise of natural rubber with global presence. Headquartered in Singapore and listed on the Mainboard of Singapore Exchange (SGX: 5VJ), the Group owns and operates significant assets along the natural rubber value chain, and distributes a range of natural rubber grades, latex and specialised rubber for the tyre and non-tyre industries. It has 37 processing factories in most major rubber producing origins with production capacity of 1.4 million mT per annum, and is one of the largest owners of commercially operated rubber plantation globally.

Halcyon Agri comprises two major business units:

- Halcyon Rubber Company (HRC) is the pre-eminent supplier of natural rubber to the global tyre
 fraternity. HRC Group owns and operates 35 factories with wide-ranging approvals from the tyre
 majors. The factories, compliant to stringent manufacturing standards, are located across the key
 rubber origins, including Indonesia, Malaysia, China, Thailand and Ivory Coast.
- Corrie MacColl (CMC) is a leading provider of specialist polymers for industrial and non-tyre applications. It comprises of two units: CMC Plantations (CMCP), which owns one of the largest commercially owned and operated plantations globally and CMC International (CMCI), a commercial and distribution platform with global third-party procurement capability, which supports the customers' requirements by providing full suite of logistic and technical services.

With a multinational workforce of more than 15,000 employees in over 100 locations globally, Halcyon Agri embraces sustainability as its core business tenet, and has stringent standards in place to ensure its products are sustainably sourced and responsibly produced.

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Investor relations Tel: +65 6460 0843

Email: <u>brendan@halcyonagri.com</u> <u>investor@halcyonagri.com</u>