

Circular/Notice to Shareholders

HONG LEONG INDUSTRIES BERHAD

Subject CIRCULAR TO SHAREHOLDERS IN RELATION TO THE

PART A

(I) PROPOSED DISPOSALS BY HONG LEONG INDUSTRIES BERHAD (“HLI”) OF:

(A) 30,000,000 ORDINARY SHARES OF RM1.00 EACH REPRESENTING 100% EQUITY INTEREST IN HUME INDUSTRIES (MALAYSIA) SDN BHD TO NARRA INDUSTRIES BERHAD (“NARRA”) FOR A DISPOSAL CONSIDERATION OF RM48,000,000 TO BE SATISFIED BY THE ISSUANCE OF 48,000,000 NEW ORDINARY SHARES OF RM1.00 EACH IN NARRA (“NEW NARRA SHARES”) AT AN ISSUE PRICE OF RM1.00 EACH; AND (B) THE ENTIRE 175,000,000 6-YEAR 2% NON-CUMULATIVE IRREDEEMABLE CONVERTIBLE PREFERENCE SHARES OF RM1.00 EACH IN HUME CEMENT SDN BHD TO NARRA FOR A DISPOSAL CONSIDERATION OF RM300,000,000 TO BE SATISFIED BY THE ISSUANCE OF 300,000,000 NEW NARRA SHARES AT AN ISSUE PRICE OF RM1.00 EACH

(COLLECTIVELY, THE “PROPOSED DISPOSALS”); AND

(II) PROPOSED CAPITAL DISTRIBUTION INVOLVING THE DISTRIBUTION OF 345,030,635 NEW NARRA SHARES TO SHAREHOLDERS OF HLI BY WAY OF A CAPITAL REDUCTION EXERCISE IN ACCORDANCE WITH SECTION 64 OF THE COMPANIES ACT, 1965 AND A CAPITAL REPAYMENT EXERCISE ON THE BASIS OF 1,080 NEW NARRA SHARES FOR EVERY 1,000 ORDINARY SHARES OF RM1.00 EACH IN HLI HELD ON AN ENTITLEMENT DATE TO BE DETERMINED AND ANNOUNCED LATER

PART B

INDEPENDENT ADVICE LETTER FROM INTER-PACIFIC SECURITIES SDN BHD TO THE NON-INTERESTED SHAREHOLDERS OF HLI IN RELATION TO THE PROPOSED DISPOSALS

Attachments

[HLIND - Cover to Page 127.pdf](#)

1427 KB

[HLIND - Page 128 to Affix.pdf](#)

1457 KB

Announcement Info

Company Name	HONG LEONG INDUSTRIES BERHAD
Stock Name	HLIND
Date Announced	20 May 2014
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