



HRNETGROUP LIMITED¹

(Incorporated in the Republic of Singapore)
(Company Registration No. 201625854G)

INCREASE IN CAPITALIZATION OF YP! SOLUTIONS PTE. LTD.

The Board of Directors of HRnetGroup Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcement dated 31 January 2019 relating to the incorporation of YP! Solutions Pte. Ltd. (“**YP!**”) as a wholly-owned subsidiary.

The Group increased its investment in YP! through the injection of S\$500,000.00 capital in cash, resulting in the total share capital of YP! being increased to S\$500,001.00. The Group has been providing human resource and payroll solutions under the YesPay! brand as a division of PeopleSearch. With immediate effect, this business will be spun off and operated under YP! with a dedicated focus on payroll solutions as a separate business line.

The foregoing is not expected to give rise to any material financial impact on the Group for the current financial year.

None of the Directors and controlling shareholders of the Company has any interest, direct or indirect, in the said transaction, other than through their respective directorships and shareholdings in the Company.

The transaction is part of the Company’s continuing efforts to expand its outsourced payroll business that is complementary to its core recruitment business, and are in the ordinary course of its business.

BY ORDER OF THE BOARD

Sim Yong Siang
Founding Chairman
4 March 2019

¹ The initial public offering of the Company was sponsored by Deutsche Bank AG, Singapore Branch (the “**Sole Issue Manager**”). The Sole Issue Manager assumes no responsibility for the contents of this announcement.