

UPDATE ON RECEIPT OF LETTER OF DEMAND FROM UNITED LEGAL ALLIANCE LLC ACTING ON BEHALF OF BERKSHIRE HATHAWAY SPECIALTY INSURANCE

The Board of Directors (the "Board") of Mun Siong Engineering Limited (the "Company") refers to the announcement released by the Company on 11 May 2017 (the "Announcement"), in relation to the receipt of letter of demand from United Legal Alliance LLC ("ULA") acting on behalf of Berkshire Hathaway Specialty Insurance (the "Letter of Demand"). Unless otherwise defined, all capitalised terms and references used herein shall bear the same meaning ascribed to them in the Announcement.

Further to the Announcement, the Board wishes to announce that the Company was informed by its insurer on 23 November 2017 that they are declining the policy liability under the existing insurance policy of the Company.

The amount claimed by ULA, acting on behalf of Berkshire Hathaway Specialty Insurance, is S\$488,457.47. The Company had on 28 November 2017, responded to the insurer to negotiate on acceptance of the claims in the Letter of Demand upon seeking the legal advice to address this issue.

Further announcement(s) will be made by the Company to keep shareholders updated as and when there are material developments on the aforesaid matter.

By Order of the Board

Chen Woei Fen Executive Chairlady

28 November 2017