BLUMONT GROUP LTD.
(Company Registration No.: 199302554G)
(Incorporated in the Republic of Singapore)

UPDATE ON COMPLIANCE WITH MINIMUM TRADING PRICE ("MTP") CRITERION

The Board of directors (the "**Board**") of Blumont Group Ltd. (博诺有限公司) (the "**Company**" and together with its subsidiaries, the "**Group**") refers to its announcement dated 29 February 2016 relating to the extension of time to 1 September 2016, granted by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"), for its first quarterly review of the Company's compliance with the MTP Criterion (as defined below).

Rule 1311(2) of the Listing Manual provides that an issuer will be placed on the MTP Watch-list if its shares record a volume weighted average price ("**VWAP**") of less than S$0.20 over the last 6 months (the "**MTP Criterion**"). If an issuer is placed on the MTP Watch-list, it must take active steps to meet the requirements under Rule 1314(2) of the Listing Manual with 36 months from being placed onto the MTP Watch-list, failing which the SGX-ST may either delist the issuer or suspend trading of the listed securities of the issuer with a view of delisting the issuer. Rule 1314(2) of the Listing Manual states that an issuer will be assessed by the SGX-ST for removal from the MTP Watch-list if it has remained on the MTP Watch-list for at least six (6) months and records a VWAP of at least S$0.20 over the last six (6) months prior to the date of the SGX-ST's review.

At the date of this announcement, the Company does not meet the MTP Criterion as it has recorded a volume weighted average price of less than S$0.20 over the last six (6) months.

The Board has been reviewing several options to meet the MTP Criterion, including:

(a) a share consolidation exercise;

(b) acquisitions to improve the Company's overall net tangible assets ("**NTA**") and/or the Earnings Per Share ("**EPS**"), thereby improving the share price of the Company; or

(c) a transfer of its listing to Catalist of the SGX-ST.

After considering factors such as current volatile market conditions, global economic outlook and reception by the market of the measures undertaken by other SGX-ST listed companies to meet MTP Criterion, the Board is of the opinion that it is not the opportune time to make a decision of which option will best serve the interest of the shareholders. The Board is monitoring the situation closely and is considering all options available to the Company to meet the MTP Criterion. Any decision proposed by the Board will be immediately announced to all shareholders.

Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD
Blumont Group Ltd.
Ng Kim Huatt
Executive Director
1 September 2016