VICPLAS INTERNATIONAL LTD
(Incorporated in the Republic of Singapore)
(Registration No. 199805362R)

INTERIM DIVIDENDS AND MINIMUM TRADING PRICE ("MTP")

The Board of Directors (the "**Board**") of Vicplas International Ltd (the "Company" and together with its subsidiaries, the "Group") refers to the announcement by the Company dated 2 March 2015 relating to the placing of the Company on the watch-list (the "**Watch-list**") with effect from 3 March 2016 pursuant to the MTP requirement in Listing Rule 1311(2) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**Listing Manual**") due to the Company recording a volume weighted average price of less than S$0.20 over the last 6 months (the "**MTP Announcement**").

In the MTP Announcement, it was stated that the Group will seek to improve its long-term business fundamentals by implementing its fundamental growth strategy to increase both the revenue and profits of the Group over time. The Board has also taken note of the increase in the traded price of shares in the Company since the announcement on 22 September 2015 of an improvement in the Group's full year financial results and ordinary and special dividends, which supports the belief that the market will respond positively to business growth and dividends. Although the Board does not and cannot speculate on or provide any assurance regarding the future share price of the Company, the Board has also taken note that the SGX-ST has provided up to 3 years for a listed company to meet the MTP requirement whilst being placed on the Watch-list which allows a sufficient period of time to improve the business fundamentals.

The Board wishes to announce that the Group has recorded an increase in both its revenue and profits for the first half ended 31 January 2016 as compared to the preceding corresponding period. In keeping with the MTP Announcement, the Board also wishes to announce the first ever interim dividends of the Company which is S$0.0025 per ordinary share. The books closure date and the payment date for the interim dividends will be announced separately today.

In essence, the Company will focus on the fundamental approach of complying with the MTP requirement by growing the business of the Group over time.

BY ORDER OF THE BOARD

Cheng Liang
Acting Group Chief Executive Officer
Singapore, 8 March 2016