

NIPPECRAFT LIMITED

(Company Registration No.: 197702861N)

(Incorporated in the Republic of Singapore)

APPLICATION FOR EXTENSION OF TIME TO MEET THE REQUIREMENTS UNDER RULE 1314 OF THE LISTING MANUAL (THE *LISTING MANUAL*) OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (THE *SGX-ST*) TO EXIT FROM THE SGX-ST WATCH-LIST (THE *WATCH-LIST*)

The Board of Directors (the **Board**) of Nippecraft Limited (the **Company**, and together with its subsidiaries, the **Group**) refers to the Company's announcement dated 4 March 2014, pursuant to which it was announced that the Company would be placed on the Watch-List with effect from 5 March 2014.

In accordance with Rules 1314 and 1315 of the Listing Manual, the Company has to submit an application to the SGX-ST for its removal from the Watch-List within 24 months of the date on which it was placed on the Watch-List, failing which the SGX-ST may either remove the Company from the Official List of the SGX-ST or suspend trading of the listed securities of the Company (without agreement of the Company) with a view to removing the Company from the Official List of the SGX-ST.

The Board wishes to update the shareholders that the Company has on 24 February 2016 submitted an application to the SGX-ST for an extension of a further 24 months to the aforementioned 24-month period to apply for its removal from the Watch-List (the **Application**). The Application is made on the basis that, *inter alia*, the Company is likely to satisfy the pre-tax profit requirement set out in Rule 1314(1) of the Listing Manual as the Company reported a profit before tax of approximately S\$1,229,000 for the financial year ended 31 December 2015 (**FY2015**) based on the unaudited consolidated accounts of the Group for FY2015.

The Company will update the shareholders of the outcome of the Application in due course.

The Company would like to remind all shareholders that there is no assurance that the SGX-ST will grant the abovementioned extension. As such, shareholders of the Company are advised to exercise caution when dealing in the shares of the Company and to refrain from taking any action in relation to their shares which may be prejudicial to their interests. Persons who are in doubt, as to the action they should take, should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

BY ORDER OF THE BOARD

Connie Oi Yan Chan
Chief Executive Officer and Executive Director
24 February 2016