



METECH INTERNATIONAL LIMITED
(Company Registration No.: 199206445M)
(Incorporated in the Republic of Singapore)

SHORT-TERM LOAN FROM CONTROLLING SHAREHOLDER

SHORT TERM LOAN OF S\$1 MILLION FROM CONTROLLING SHAREHOLDER

The Board of Directors (the "**Board**" or the "**Directors**") of Metech International Limited (the "**Company**", and together with its subsidiaries, the "**Group**"), wishes to announce that it has entered into a loan agreement (the "**Loan Agreement**") dated 2 January 2018 with Mr Simon Eng (the "**Lender**"), pursuant to which the Lender has agreed to grant the Company a loan of an aggregate principal amount of S\$1 million (the "**Loan**") at an annual interest rate of 6.5%.

The Lender is the Chairman of the Board and an Executive Director. He is the controlling shareholder of the Company and as at the date of this announcement has a direct and indirect interest in an aggregate of 1,035,168,862 shares in the capital of the Company representing approximately 23% of the entire issued share capital of the Company.

The Company intends to use the Loan for the Group's general corporate and working capital purposes.

INTERESTED PERSON TRANSACTION

Accordingly, the Lender is an "interested person" for the purposes of Chapter 9 of Singapore Exchange Securities Trading Limited's Listing Manual Section B: the Rules of Catalist ("**Catalist Rules**"), and the expected annual interest of S\$65,000 payable by the Company is deemed to be an interested person transaction. The Company is however not required to seek shareholders' approval pursuant to Rule 906 of the Catalist Rules as the interest payment falls below S\$100,000.

The Board and the Audit Committee of the Company are of the view that the Loan will improve the cash flow situation of the Company and that the Loan has been entered into on normal commercial terms, and is not prejudicial to the interests of the Company and its minority shareholders.

Other than Mr Simon Eng, none of the other Directors has any interest, direct or indirect (other than through their respective shareholdings in the Company), in the Loan.

DOCUMENT FOR INSPECTION

Copies of the Loan Agreement will be made available for inspection during normal business hours at the registered office of the Company for a period of three (3) months from the date of this announcement.

RESPONSIBILITY STATEMENT

The Directors (including those who have delegated detailed supervision of the preparation of this announcement) collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries that to the best of their knowledge and belief, the facts stated and opinions expressed herein are fair and accurate in all material respects as at the date hereof, and that there are no material facts the omission of which would make this announcement misleading, be accurately reflected or reproduced in this announcement.

By Order of the Board

METECH INTERNATIONAL LIMITED

Andrew Eng
Chief Executive Officer
2 January 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Mah How Soon, Registered Professional, RHT Capital Pte. Ltd., 9 Raffles Place #29-01, Republic Plaza Tower 1 Singapore 048619, telephone (65) 6381 6757.