

SWING MEDIA TECHNOLOGY GROUP LIMITED

(Company Registration No 30254)

(Incorporated in Bermuda on 26 March 2001)

**RESPONSE TO QUERIES FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED
REGARDING TRADING ACTIVITY**

The Board of Directors (the “**Board**”) of Swing Media Technology Group Limited (the “**Company**”) refers to the queries from the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 12 August 2016 (the “**SGX-ST Queries**”) in connection with the unusual price movements in the shares of the Company (the “**Shares**”) on 12 August 2016, and sets out the response of the Company to the SGX-ST Queries as follows:

Question 1

Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples.

- If yes, the information shall be announced immediately.

Company’s Response:

The Company actively seeks investment opportunities in businesses which will enhance the Company’s profitability and shareholder wealth. As at the date of this announcement, the Company has been in confidential negotiations and discussions in connection with a potential acquisition (the “**Potential Acquisition**”), the details of which have yet to be finalised. There is no assurance or certainty that the Potential Acquisition will materialise as no definitive agreement has been entered into. If and when the Company enters into any definitive agreement in connection with the Potential Acquisition, the Company will release the appropriate announcement in accordance with the disclosure requirements pursuant to the Listing Manual of the SGX-ST.

Shareholders and potential investors should exercise caution when trading in the Shares, as there is no certainty that the Potential Acquisition will take place. In the event of any doubt as to the action they should take, shareholders and potential investors should consult their financial, tax, legal or other professional advisers.

Save for the above, the Company is not aware of any information not previously announced concerning the Company, its subsidiaries or associates which, if known, might explain the unusual price movements of the Shares.

Question 2

Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

Company’s Response:

Save for the information disclosed at Question 1 above, the Company is not aware of any other possible explanation for the unusual price movements of the Shares.

Question 3

Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?

Company's Response:

The Board confirms that the Company is in compliance with the listing rules and, in particular, Mainboard Rule 703.

By order of the Board

Johnny Chan Hon Chung
Director / Company Secretary
12 August 2016