

NEWS RELEASE

MEGACHEM CLINCHES SECOND WIN FOR BEST INVESTOR RELATIONS AWARD AND RECEIVES EIGHTH AWARD FOR BEST ANNUAL REPORT

Singapore, 21 July 2016 – Megachem Limited ("Megachem" or the "Company", and together with its subsidiaries and associated companies, collectively the "Group"), a global one-stop specialty chemical solutions provider, has been awarded the Best Investor Relations Award (Gold) and Best Annual Report Award (Silver) in the "less than \$300 million market capitalisation" category at the 2016 Singapore Corporate Awards ("SCA"). This is the eighth year out of 11 years that Megachem has won at least an award since the launch of the Singapore Corporate Awards in 2005.

Megachem's Executive Chairman and Managing Director, Mr Sidney Chew remarked, "We are indeed honoured to once again be accorded these prestigious accolades. The Best Investor Relations Award is our second win, following the same award secured at last year's SCA. We are also proud to have clinched the Best Annual Report Award, which represents the eighth such accolade we have received. These wins attest to our continual improvement in disclosures to stakeholders, as well as efforts to upkeep the high levels of corporate transparency at Megachem.

"We look forward to continuing our journey in achieving excellence in corporate governance, and in providing clear and timely communication with stakeholders, including our investors."

These awards are given out under the auspices of the Singapore Corporate Awards, dubbed the "Oscars" of Singapore's corporate scene. Launched on 19 September 2005 and now celebrating its 11th anniversary, it is co-organised by the Institute of Singapore Chartered Accountants (ISCA), the Singapore Institute of Directors (SID) and The Business Times and is supported by Accounting and Corporate Regulatory Authority (ACRA), Singapore Exchange and sponsored by Bank Julius Baer. The prestigious Singapore Corporate Awards, which recognises and promotes excellence in corporate governance, consolidates five key awards – Best Managed Board Award, Best Chief Executive Officer Award, Best Chief Financial Officer Award, Best Annual Report Award and Best Investor Relations Award.

About Megachem Limited

Established in 1988, Megachem is today a one-stop specialty chemical solutions provider. We provide integrated value-added services including global distribution and contract manufacturing of specialty chemicals to meet our customers' requirements.

The Group distributes its products globally through its extensive distribution network in Singapore, Malaysia, Indonesia, Thailand, the Philippines, China, Vietnam, India, the Middle East, Australia and the United Kingdom.

Megachem distributes over 1,000 different types and grades of specialty chemicals, with a wide range of applications to an established and diversified base of more than 2,000 industrial customers, comprising mostly multinational companies. The Group serves a wide spectrum of industries including water treatment, construction, oil and gas, food, beverage, flavours, fragrance, pharmaceuticals, polymers, coatings, electronics, rubber and plastics.

To enhance the Group's competitive edge and complement its strength in distribution, Megachem provides integrated services such as the contract manufacturing of specialty chemicals and other ancillary services for its customers.

For more information, please visit www.megachem.com.sg.

This announcement has been prepared by the Company and the contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited, for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("Exchange"). The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the Exchange and the Exchange 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.

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