

METAL COMPONENT ENGINEERING LIMITED
Company Registration No. 198804700N

PROFIT GUIDANCE FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

The board of directors (the “**Board**”) of Metal Component Engineering Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that, following a preliminary review of the Group’s unaudited consolidated financial results for the financial year ended 31 December 2016 (“**FY2016**”), the Group is expected to report a net loss for FY2016.

This was mainly due to costs incurred in connection with the Group’s exit from the Hard Disc Drive components (**HDD**) business segment, as part of its business strategy to exit this increasingly competitive business which generated reducing margins amidst high capital expenditure and operating costs.

The Company is still in the process of finalising the financial results of the Group for FY2016. Further details of the Group’s financial performance will be disclosed when the Company announces its financial results for FY2016, no later than 1 March 2017.

Shareholders and potential investors of the Company are advised to exercise caution in dealing in the Company’s securities. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company’s securities.

BY ORDER OF THE BOARD

Lee Wei Hsiung
Mak Peng Leong, Philip
Company Secretaries
6 February 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, ZICO Capital Pte. Ltd. (“**Sponsor**”), for compliance with the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalyst. 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 Ms. Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd., at 8 Robinson Road #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.