M M P RESOURCES LIMITED

(Incorporated in the Republic of Singapore)
(Registration No: 200613299H)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Introduction

MMP Resources Limited (the "**Company**", and together with its subsidiaries, the "**Group**") was placed on the Watch-list pursuant to Rule 1311 of the Listing Manual (the "**Listing Manual**") of the Singapore Exchange Securities Trading Limited (the "**SGX**") on 3 March 2016 and 5 June 2017.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the "**Board**") wishes to provide an update on the financial situation of the Company and the Group for the fourth quarter ended 31 December 2017 ("**4Q FY2017**").

Update on Unaudited Financial Performance and Financial Position

In 4Q FY2017, the Group recorded an unaudited net loss of S$0.875 million, compared to the net profit after tax of S$4.75 million in fourth quarter ended 31 December 2016 ("**4Q FY2016"**). The net loss was mainly attributable to (i) decrease in revenue as compared to 4Q FY2016, (ii) higher administrative expenses in relation to the operations in Japan and (iii) absence of other income which was a one-time loan written off in 4Q FY2016.

For more details on the results and financial position of the Group for the period ended 31 December 2017, please refer to our separate announcement released on 1 March 2018.

Update on Future Direction

As previously announced on 6 September 2017, 13 September 2017, 3 October 2017, 16 November 2017 and 20 December 2017,the Company has proposed issuance of convertible bonds due 2021 for an aggregate principal amount of up to S$750,000, S$50,000, S$200,000, S$100,000 and S$200,000 respectively (the "Proposed Issuance"). The rationale for the Proposed Issuance is to raise funds for the Group's operating expenses and construction opportunities in Tier-1 markets, with a specific focus on the Travel, Hospitality and Leisure industry. The Proposed Issuance is subject to the approval of shareholders.

BY ORDER OF THE BOARD

Gerard Chong Chee Meng
Lead Independent Director
1 March 2018