

Further Disclosure in Response to Queries Raised by SGX

The board of directors (the “Board”) of Memstar Technology Ltd. (the “Company”) wishes to announce the information set out below in response to queries raised by the Singapore Exchange (“SGX”) on 8 January 2018.

SGX’s Query

- 1) In the Company’s announcement of 4 January 2018 (the “Announcement”), it was disclosed that both Mr Hong and Mr Lam had resigned due to their own personal reasons. Questions 4 and 5 of the Announcement have not been addressed. The questions have been reproduced here:
 - a) In the Company’s announcement of 21 December 2017, it was announced that Mr Hong Pian Tee has decided to resign as an independent director of the Company. As the Company is a cash company,
 - i) please elaborate on the reasons for his cessation which is stated “to allow more time for his personal commitments”; and
 - ii) please also elaborate on the reasons why Mr Hong had spent a lot of time on the Company that led to his decision to resign
 - b) In the Company’s announcement of 27 December 2017, it was announced that Mr Lam Peck Heng has decided to resign as a director of the Company to allow more time for his personal commitments. As the Company is a cash company,
 - i) please elaborate on the reasons for his cessation which is stated “to allow more time for his personal commitments”; and
 - ii) please also elaborate on the reasons why Mr Lam had spent a lot of time on the Company that led to his decision to resign.

Company’s Response

Both Mr Hong and Mr Lam resigned due to their own personal reasons. In view that the Company is not carrying on any business operations, the independent directors have decided to step-down. The Company is currently a cash company but due to its limited cash position, it is unable to pay the outstanding directors’ fees since October 2015.

By Order of The Board

Dr Ge Hailin
Non-Executive Director
8 January 2018