M M P RESOURCES LIMITED

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

WRITE-DOWN OF STAKE IN ARDILAUN ENERGY LIMITED- COMPANY POISED TO RECORD PROFIT FOR Q1 2016

The board of directors (the "**Board**") wishes to announce that the Company has recently completed a comprehensive cash flow analysis of its 19.9% shareholding stake in Ardilaun Energy Limited ("**Ardilaun**"), an asset acquisition completed in FY2014. The analysis has shown that the stake is unlikely to move from a negative cash flow position in the foreseeable future, primarily attributable to a global downturn in oil pricing. Coupled with a general consensus from market analysts on the state of the global oil and gas sector, the Board views the timeline for any value likely to be derived from the shareholding stake to be several years away at the earliest.

The Board understands SGX-ST Mainboard listing rule 1311, in particular the requirements of (a) pre-tax losses for 3 most recently completed consecutive financial years and (b) the average daily market capitalisation of less than S$40 million over the last 120 market days on which trading was not suspended or halted, for a listed company to be placed on the watch-list. The Board and Company are aware that the write downs of FY2015 will more than likely place the Company on the watch-list in FY2016, having been prepared for this likelihood since the decision to restructure the Company in February 2015.

The Board has worked extremely hard to fully implement the turnaround efforts before the completion of FY2015. However, with an incomplete placement not yielding the requisite capital to extinguish creditors and continue the Micro Power Plant rollout in Korea, the Company has been impeded in the restructuring process. Subject to typical regulatory approval, the Board is in the final stages of executing a term sheet to secure significant funding in Q1 FY2016,

The Board is very pleased to announce that it is on track to record its first profit in early FY2016, a significant turnaround position from the past several years. With the final write down of Ardilaun, the Company will have disposed of all its potential loss making assets. While the Board is aware of SGX-ST's concerns pertaining to the Company's ability to operate as an ongoing concern, the Board strongly believes that its ongoing strategy to convert debt to equity, writing down of assets with minimal cash flow potential, the potential issuance of a convertible instrument for fund raising in Q1 FY2016 and the continuation with construction opportunities, as evidenced in the recent completed transaction with Primeforth, are the pre-requisites for significant growth in FY2016.

The Board is aware it has been a trying time for its shareholders and supporters in FY2015. Notwithstanding that, the Board wishes to emphasise that the changes to the Company's fundamentals are factual, pronounced, and sustainable. Although the share price has not always matched the value proposition of the Company, even prior to FY2015, the Board believes that irrespective of whether it will be placed on the watch-list, it now has the right leadership, direction and fiscal fundamentals to be a going concern throughout FY2016.

BY ORDER OF THE BOARD

Drew Ethan Madacsi
Executive Director
4 January 2016