MFS TECHNOLOGY LTD
(Company Registration No. 200009562R)
(Incorporated in the Republic of Singapore)
(the "**Company**")

SETTLEMENT OF SUIT AGAINST A DIRECTOR OF THE COMPANY

The Board of Directors (the "**Board**") of the Company refers to its announcement dated 7 April 2015 in relation to the suit (the "**Suit**") commenced by MFS Technology (S) Pte Ltd (the "**Plaintiff**") (which was a wholly-owned subsidiary of the Company until its disposal by the Company to Integrated Circuits Pte. Ltd. on 18 November 2014) against one of the directors of the Company, Mr. Chan Hong Wai.

The Board wishes to announce that the dispute has been amicably settled, and the Suit has been discontinued by the Plaintiff.

BY ORDER OF THE BOARD

Hee Siew Fong
Company Secretary

27 October 2015