

**MEMSTAR TECHNOLOGY LTD**

(Incorporated in the Republic of Singapore)

(Company registration no.: 197901641K)

**MONTHLY VALUATION OF ASSETS AND UTILISATION OF CASH IN ACCORDANCE WITH
RULE 1018(1) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES
TRADING LIMITED (“SGX-ST Listing Manual”)**

The Board of Directors of the Company wishes to announce the following updates pursuant to Rule 1018(1) of the SGX-ST Listing Manual :-

1. The Company’s assets and liabilities as at 30 April 2014 are as follows:

	RMB’000
Cash and bank balances	12,783
Quoted investment	19
Other receivables	2,049
Total assets	14,850
Less accrued liabilities	(1,726)
Net assets	13,124

2. The Company’s utilisation of cash in the month of April 2014 is as follows:

	RMB’000
Opening balance at 1 April 2014	5,312
Add :	
Net proceeds from disposal of subsidiaries and business assets ¹	312,452
Less :	
Payment to shareholders pursuant to special dividend and capital reduction ¹	(272,210)
Costs relating to the disposal of subsidiaries and business assets ²	(32,410)
Other expenses	(361)
Closing balance at 30 April 2014	12,783

Note:

¹ The completion of the disposal of subsidiaries and business assets and the distribution of net proceeds to entitled shareholders took place on 11 April 2014 and 21 April 2014 respectively.

² Transaction costs comprising commission to the Arranger, stamp duty and professional fees in accordance to the Circular dated 20 January 2014.

The above figures have not been reviewed or audited by the Company’s auditors.

3. The Company is currently actively exploring potential new business opportunities.

The Board of Directors

BY ORDER OF THE BOARD

Dr. Ge Hailin
Chief Executive Officer/Director
4 June 2014