



MUN SIONG ENGINEERING LIMITED

(Incorporated in Singapore)
(Company Registration No. 196900250M)

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QUARTERLY UPDATE PURSUANT TO RULE 1313(2) - COMPLIANCE WITH THE MINIMUM TRADING PRICE ("MTP") EXIT CRITERION

Mun Siong Engineering Limited (the "**Company**" or together with its subsidiaries, the "**Group**") refers to its announcement dated 2 March 2016 (the "**Previous Announcement**") relating to placing of the Company on the watch-list due to the Minimum Trading Price ("**MTP**") Entry Criterion with effect from 3 March 2016.

The Company must take active steps to meet the requirements of Listing Rule 1314(2) within 36 months from 3 March 2016, failing which the Singapore Exchange ("**SGX**") may either remove the Company from the Official List, or suspend trading of the listed securities of the Company with a view to removing the Company from the Official List.

The Board of Directors (the "**Board**") has been reviewing the options of either undertaking a share consolidation to meet the MTP requirements or applying for a transfer of the listing and quotation of the Company's securities to Catalist. Further to the announcements of 4 November 2016 relating to the third quarter results for FY2016, and pursuant to Rule 1313(2), the Board wishes to update that, taking into consideration the various factors such as the current volatile market conditions and the continuing uncertainty over the strength and sustainability of the economic recovery of the major economies, the Board is of the view that it is not the appropriate time to make a decision on which option will best serve the interests of the Company's shareholders.

The Board is monitoring the market situation and the recent proposal by the SGX on the addition of a market capitalisation test to the entry criteria for the MTP watch-list closely, and will keep shareholders updated of the outcome of its review as and when appropriate.

By order of the Board

Cheng Woei Fen
Executive Chairlady
2 December 2016