

USP GROUP LIMITED
(Incorporated in Singapore)
(Company Registration No.: 200409104W)

NOTIFICATION OF INCLUSION ON THE WATCHLIST DUE TO THE MINIMUM TRADING PRICE ("MTP") ENTRY CRITERIA WITH EFFECT FROM 5 JUNE 2017

The Board of Directors of USP Group Limited (the "**Company**") wishes to announce that Singapore Exchange Securities Trading Limited (the "SGX-ST") has notified the Company that, pursuant to Listing Rule 1311(2), the Company will be placed on the watch-list due to the MTP Entry Criteria with effect from 5 June 2017.

The Company must take active steps to meet the requirements of Listing Rule 1314(2) within 36 months from 5 June 2017, failing which SGX-ST would delist the Company or suspend trading in the Company's shares with a view to delisting the Company.

Listing Rule 1314(2) states that the Company may be removed from the watch-list if it records volume-weighted average price of at least S\$0.20 and an average daily market capitalisation of S\$40 million or more over the last 6 months (the "MTP Exit Criteria").

The Board is currently considering options available to the Company to comply with the MTP Exit Criteria within 36 months from 5 June 2017 and will release necessary announcement(s) when appropriate.

By Order of the Board

Li Hua
Executive Chairman

4 June 2017