M M P RESOURCES LIMITED

**(Incorporated in the Republic of Singapore)**
**(Registration No: 200613299H)**

**RESPONSES TO QUERIES RAISED BY THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ON 31 MARCH 2020 WITH RESPECT TO THE COMPANY'S ANNOUNCEMENT ON 28 FEBRUARY 2020 ON ITS ANNOUNCEMENT IN RELATION TO FULL YEAR RESULTS FOR THE YEAR ENDED 31 DECEMBER 2019 ("FY2019")**

The Board of Directors ("**Board**") of MMP Resources Limited (the "**Company**") and together with its subsidiaries the "**Group**") wishes to announce the following:-

**Response to Queries**

The Company would like to respond to the following queries raised by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 31 March 2020 with respect to the Company's announcement on 28 February 2020 on its announcement in relation to the Company's full year results for the year ended 31 December 2019 ("**FY2019**"). Unless otherwise defined herein, terms defined in such announcements shall have the same definitions herein.

**(1) We refer to the Company's SGXNet announcement on 28 February 2020 titled "Full Yearly Results". With reference to the statement of comprehensive income, we noted a decrease in finance cost of 69% to S$121k in FY2019. Please explain why finance cost decreased even though there has been an increase in borrowings from S$6,416k to S$7,920k in FY2019 as noted in the statement of financial position.**

This was an interest expense for loans that was part of the previously announced debt consolidation made by the Company. The interest had not been included in the announcement on 28 February 2020 tiled "Full Yearly Results". This missed expense was picked up by the Company during the Group's annual external audit, and this expense will be included in the audited figures.

**(2) We refer to the "Other expenses" total under paragraph 1(a)(iii):**

**a. The figures disclosed for the 4th Quarter ended 2018 and for the Year ended 2018 do not agree with the figures in the statement of comprehensive income. Please reconcile the differences.**

The "Other expenses" breakdown table should read as below:

**1(a)(iii) Other expenses**

| | Unaudited 4th Quarter Ended | | Unaudited Year Ended | |
|---|---|---|---|---|
| | 31/12/2019 | 31/12/201 | 31/12/2019 | 31/12/201 |
| | S$'000 | S$'000 | S$'000 | S$'000 |
| Other expense | 101 | (3) | 167 | 93 |
| Unrealised Exchange gain/(loss), Net | - | - | 20 | - |
| | 101 | (3) | 187 | 93 |

**b. Please provide a breakdown of "Other expense" in line item of S$167k in FY2019 by nature. In particular, it was explained in paragraph 8 that increase in "Other expenses" was in part due to loss on disposal of assets. Please explain why the Company did not disclose the details required under Chapter 10 of the Listing Manual.**

Other expenses is made up of the following:

| | **S$'000** |
|---|---|
| Duties | 3 |
| Unrealised Exchange gain/(loss), Net | 20 |
| Realised gain/loss | 130 |
| Loss on sale of fixed assets* | 34 |
| | 187 |

***** MMP Japan KK disposed of a Prinoth snow cat and a cabin used vehicle on 19 December 2019.

**BY ORDER OF THE BOARD**

Chong Chee Meng Gerard
Lead Independent Director
2 April 2020