



MEMSTAR TECHNOLOGY LTD
(Incorporated in the Republic of Singapore)
(Company registration no.: 197901641k)

NOTICE OF BOOKS CLOSURE FOR THE PROPOSED SPECIAL DIVIDEND AND THE PROPOSED CAPITAL REDUCTION

*Unless otherwise expressly defined herein, all capitalised terms in this announcement shall bear the same meanings as ascribed to them in the Circular to Shareholders, dated 20 January 2014, issued by the Company ("**Circular**").*

1. INTRODUCTION

The Board of Memstar Technology Ltd. (the "**Company**") refers to the Circular, in relation to the Proposed Disposal of the business, assets and principal subsidiaries of the Company to United Envirotech Ltd. ("**UEL**"), and to the EGM of the Company, held on 12 February 2014, wherein the Shareholders approved the resolutions for the Proposed Special Dividend and the Proposed Capital Reduction (collectively, the "**Proposed Distribution**"), as announced by the Company on 12 February 2014 ("**Announcement**").

2. BOOKS CLOSURE DATE

Further to the Announcement, **NOTICE IS HEREBY GIVEN** that, subject to the Proposed Capital Reduction being effective¹, the transfer books and register of members of the Company will be closed from 5.00 p.m., on 1 April 2014, for the purpose of determining Shareholders' entitlements to the Proposed Distribution.

Duly completed transfers of shares received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd., at 50 Raffles Place #32-01 Singapore Land Tower, Singapore 048632, by 5.00 p.m., on 1 April 2014, will be registered to determine Shareholders' entitlements to the Proposed Distribution.

Shareholders whose Securities Accounts with the CDP are credited with Shares as at 5.00 p.m., on 1 April 2014, will be entitled to the Proposed Distribution.

3. Overseas Shareholders

The distribution of Consideration Shares pursuant to the Proposed Distribution will not be effected to Overseas Shareholders who have not at least three (3) Market Days prior to the Book Closure Date provided the Company's Share Registrar (Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place #32-01 Singapore Land Tower, Singapore 048623) or CDP, as the case may be, with address in Singapore for the service of notices or documents in accordance with the foregoing.

Overseas Shareholders who wish to be eligible to the distribution of the Consideration Shares must provide an address in Singapore for the service of notices and documents by notifying the Company at the address of its Share Registrar, or if the Overseas Shareholder is a depositor, the CDP, at 4 Shenton Way #02-01, SGX Centre 2, Singapore 068807 not later than 5.00 p.m. on 26 March 2014.

Further details of the Proposed Distribution to Overseas Shareholders have been set out in the Circular.

The Company will make a further announcement to confirm the Proposed Capital Reduction after all the requirements under Section 78E of the Companies Act have been duly complied with.

BY ORDER OF THE BOARD

Dr. Ge Hailin
Chief Executive Officer/Director
24 March 2014

Notes:

1. The Proposed Capital Reduction is effective only after:
 - (i) the expiry of the Creditor Objection Period (i.e. being 6-week period from the date of the EGM) for creditors to apply to court for the cancellation of the Proposed Capital Reduction and provided that no such application was made to court during the Creditor Objection Period, which expires on 26 March 2014; and
 - (ii) the lodgement of the required notifications/documents with the Comptroller of Income Tax and the ACRA respectively in accordance with the Companies Act.