

MFS TECHNOLOGY LTD
(Company Registration No. 200009562R)
(Incorporated in the Republic of Singapore)
(the "**Company**")

RESPONSE TO QUERY REGARDING TRADING ACTIVITY

The Board of Directors of the Company refers to the query regarding trading activity from the Singapore Exchange Securities Trading Limited ("SGX-ST") on 31 March 2016 and sets out its responses as follows:

Question 1: Are you (the issuer) aware of any information not previous announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples.

Company's Response: The Company is not aware of any information not previously announced concerning the Company or its subsidiaries which explain the trading today.

Question 2: Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

Company's Response: Save for the Company's announcement dated 24 March 2016 regarding the books closure date for the ongoing capital reduction exercise, the Company is not aware of any other possible explanation for the trading.

Question 3: Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?

Company's Response: The Company confirms compliance with the listing rules, in particular, listing rule 703.

The Board of Directors collectively and individually takes responsibility for the accuracy of the aforesaid replies to the queries raised by SGX-ST.

BY ORDER OF THE BOARD

Hee Siew Fong
Company Secretary

31 March 2016