

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

NOTIFICATION OF DELISTING

1. The board of directors (“**Board**” or “**Directors**”) of Memstar Technology Ltd. (“**Company**”) refers to:
- (a) the announcement made by the Company on 30 November 2015 in relation to, *inter alia*, the extension of time for the Company, as a cash company, to meet the requirements for a new listing; and
 - (b) the announcement made by the Company on 7 April 2016 in relation to the termination of the RTO SPA by the Company, as a result, *inter alia*, of breaches of various conditions and/or representations under the RTO SPA.

(collectively, the “**Announcements**”).

Unless otherwise defined, all terms and references used herein shall bear the same meaning as ascribed to them in the Announcements.

2. The Board wishes to announce that the Company had on 18 May 2016 received from the SGX-ST the notification of delisting from the Official List of the SGX-ST (“**Delisting Notification**”).
3. In the Delisting Notification, the SGX-ST noted that it had, by way of letter dated 30 November 2015, granted the Company, in its capacity as a cash company, a 6-months extension of time to meet the requirements for a new listing, ie: from 30 November 2015 to 31 May 2016 (“**Extension of Time**”). The Extension of Time was subject to the following conditions:
- (a) the submission to the SGX-ST of the Proposed RTO application of Longmen Group Ltd by 25 February 2016; and
 - (b) the Company providing quarterly updates of key milestones, via SGXNET, on its progress in completing the Proposed RTO by 31 May 2016.
4. The SGX-ST referred to the Announcement dated 7 April 2016 (as mentioned above) in relation to the termination of the RTO SPA by the Company. Accordingly, the SGX-ST notes that the Company is unable to meet the conditions for the Extension of Time and hence, the Company will be delisted.
5. In the Delisting Notification, SGX-ST stated that pursuant to Listing Rule 1306, the issuer or its controlling shareholder(s) must comply with Listing Rule 1309 which requires the Company or its controlling shareholder(s) to provide a reasonable exit offer to shareholders. The SGX-ST will grant the Company an extension of time for the Company or its controlling shareholder(s) to make a reasonable exit offer to shareholders. The Company is requested to inform the SGX-ST of the exit offer proposal as soon as practicable and no later than one month from the date of the Delisting Notification. The Company is also requested to provide updates via SGXNET on the status of the Company’s exit offer proposal.
6. SGX-ST also stated in the Delisting Notification that trading in the Company’s securities will continue until 5:05pm, 17 June 2016 and the trading will be suspended from 9:00am, 20 June 2016 (one month from the date of the Delisting Notification) until completion of the exit offer. As trading in the Company’s securities is currently suspended, the Company intends to lift the suspension after the release of this announcement.

7. The Company will keep shareholders informed of any developments in this regard and will make such further announcements as and when appropriate.

The Company would like to inform investors and shareholders of the Company to exercise caution when trading in its shares. Investors and shareholders should consult their stockbrokers, bankers, solicitors or other professional advisers if they have any doubt about the actions they should take.

By Order of the Board

Pan Shuhong
Non-Executive Chairman
23 May 2016