

NIPPECRAFT LIMITED

(Company Registration No.: 197702861N)
(Incorporated in the Republic of Singapore)

NOTIFICATION OF INCLUSION ON THE WATCH-LIST DUE TO THE MINIMUM TRADING PRICE (MTP) ENTRY CRITERION WITH EFFECT FROM 3 MARCH 2016

The Board of Directors (the **Board**) of Nippecraft Limited (the **Company**, and together with its subsidiaries, the **Group**) wishes to announce that the Singapore Exchange Securities Trading Limited (the **SGX-ST**) has notified the Company that it would be placed on the watch-list of the SGX-ST (the **Watch-List**) due to the MTP entry criterion with effect from 3 March 2016.

The Company must take active steps to meet the requirements of Rule 1314(2) of the listing manual of the SGX-ST (**Listing Manual**) for its removal from the Watch-List by way of the MTP exit criterion within 36 months from 3 March 2016, failing which the SGX-ST may either remove the Company from the Official List of the SGX-ST, or suspend trading of the listed securities of the Company with a view to removing the Company from the Official List of the SGX-ST.

Rule 1314(2) of the Listing Manual provides that the Company will be assessed by the SGX-ST for removal from the Watch-List if it has remained on the Watch-List for at least six (6) months (this will exclude the time spent on the Watch-List due to the financial entry criteria) and records a volume weighted average price of at least S\$0.20 over the last six (6) months prior to the date of the SGX-ST's review.

The Company would like to notify all shareholders and business partners that the Group's business shall continue as usual, and that trading in its securities will also continue unless a trading halt or suspension is effected.

BY ORDER OF THE BOARD

Connie Oi Yan Chan
Chief Executive Officer and Executive Director
2 March 2016