



SERIAL SYSTEM LTD

(Incorporated in the Republic of Singapore)
(Company Registration Number: 199202071D)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Serial System Ltd (the “**Company**”, together with its subsidiaries, the “**Group**”) was placed on the Watch-List of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 3 March 2016 pursuant to Rule 1311(2) of the SGX-ST Listing Manual.

Pursuant to Rule 1313(2) of the Listing Manual, the board of directors of the Company (the “**Board**”) wishes to provide an update of the efforts made to meet the Minimum Trading Price (“**MTP**”) exit criterion as set out in Rule 1314(2) of the Listing Manual.

Update on Efforts to Meet MTP Exit Criterion

The Board has been reviewing the options available to the Company to meet the MTP exit criterion. Having considered various factors – including current tepid market conditions, uncertainty in the global economy, and the outcome of measures undertaken by other listed companies to meet the MTP exit criterion – the Board is of the view that no single option best serves the interests of the Company’s shareholders at this point in time.

The Board is monitoring the situation closely and will continue to explore all options to exit the MTP Watch-List within 36 months from 3 March 2016. The Company will keep shareholders informed of the outcome of the Board’s review.

Please refer to the unaudited financial statements for the first quarter ended 31 March 2016 released via SGXNET on 9 May 2016 for the latest update on the Group’s financial position.

BY ORDER OF THE BOARD

Dr. Derek Goh Bak Heng
Executive Chairman and Group Chief Executive Officer

31 May 2016