M M P RESOURCES LIMITED

(Incorporated in the Republic of Singapore)
(Registration No: 200613299H)

Update on Company's Acquisition Plans

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*Unless otherwise defined in this announcement, all capitalised terms herein shall have the meanings ascribed to them in the Company's announcement dated 3 March 2020 in relation to the proposed acquisition by the Company of KL Energy Partners Limited (the "**SPA Announcement**").*

The Board refers to the SPA Announcement and the clarification announcement released by the Company on 4 March 2020. The Company wishes to inform Shareholders that, in the past week, the Company has been evaluating significant assets from 2 different parties for the acquisition by the Company. One is a Japanese real estate development and finance business ("**Target 1**"), and another comprises two assets (which are to be consolidated) in the oil and gas terminals and trading industry ("**Target 2**"). The Company believes that the acquisition by the Group of either Target 1 or Target 2 will facilitate its exit from the financial watch-list. Currently, the Company is engaging with each of the relevant parties on further expedited due diligence to be undertaken on both Target 1 and Target 2 (collectively, the "**Targets**"), as minority shareholder value retention, and providing value to the Singapore market remain the Company's absolute priority. Further details on the Targets are set out below.

Target 1

- Target 1 is in both the real estate, and financial markets industries and is based in Tokyo, Japan. Its business focuses primarily on Japan and the Asian region and comprises 2 main business segments being (i) the provision of financial services to real estate businesses, including advising on financial products, and rendering consulting services, financial advisory, and mergers & acquisitions, and (ii) structured real estate management including provision of credit, real estate brokerage and real estate investment. The Company understands that Target 1 is a recognised market leader, having been involved in the acquisition, development and management of commercial, retail and urban renewal properties throughout Japan. Target 1 is in the process of finalising further substantial property acquisitions, as part of a Smart City development in Japan, which will increase Target 1's asset portfolio.

- Based on preliminary due diligence conducted by the Company, Target 1 has been in the real estate and financing business since 2005, and has earned net profits of more than US$20 million for the most recent year ended 31 December 2019.

Target 2

- Target 2 is in the oil & gas and LNG industry and comprises 2 assets, 1 being in the terminals business, specialising in the storage and sale of oil, natural gas and LNG, and the other in the oil & gas trading business, with a dedicated shipping fleet. The Company understands that the intention is for both assets to be consolidated under Target 2.

- Based on preliminary due diligence conducted by the Company, Target 2's assets in the trading business has earned net profits of approximately US$10 million for the most recent year ended 31 December 2019. Meanwhile, Target 2's assets in the terminals business has earned net profits of approximately US$10 million for the most recent year ended 31 December 2019.

The above information on the Targets (including financial information) are provided by the relevant vendors/Targets and subject to further due diligence undertaken by the Company and its professional advisors, as well as audit and any financial effects of any restructuring, if any, of the relevant Target. Accordingly, the financial information presented above may not be entirely reflective of the financial

results or position of the respective Targets until the Company is presented with the finalised audited accounts of the respective Targets. The Company understands that such audits are currently underway.

Shareholders should note that as at the date of this announcement, the Company has not entered into any definitive agreements with any of the potential vendors. The Company is currently undertaking an expedited and concurrent due diligence on each of the Targets to enable the Company to assess which of these Targets will readily enable the Company to satisfy the requirements in Rule 210(2)(a) or 210(2)(b) of the Listing Rules, and such other relevant requirements of the Listing Rules (including the requirement to ensure that target business has the requisite 3-year operating track record and has been under substantially the same management throughout such period). The concurrent assessment and due diligence review of both Targets are currently being undertaken due to the Company's urgency to undertake an acquisition that will enable the enlarged Group to comply with the requirements in Rule 210(2)(a) or 210(2)(b) of the Listing Rules and maintain its listing status so as to protect the interests of all Shareholders (particularly minority Shareholders). The Company will update Shareholders as soon as possible when there are further developments on the foregoing.

The Company would like to remind Shareholders to refer to the announcement released by the Company on 3 March 2020 in relation to the outcome of the application submitted by the Company for a further extension of time for the Company to satisfy the requirements under the financial exit criteria set out in Rule 1314(1) of the Listing Rules. Shareholders and potential investors are reminded to exercise caution when dealing in the securities of the Company and should consult their stockbrokers, bank managers, solicitors, accountants, and/or other professional advisers if they are in doubt about the actions that they should take.

By Order of the Board

Drew Ethan Madacsi
Non-Executive Chairman

10 March 2020