M M P RESOURCES LIMITED

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

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

Introduction

MMP Resources Limited (the "**Company**", and together with its subsidiaries, the "**Group**") was placed on the Watch-list pursuant to Rule 1311 of the Listing Manual (the "**Listing Manual**") of the Singapore Exchange Securities Trading Limited (the "**SGX**") on 3 March 2016.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the "**Board**") wishes to provide an update on the financial situation of the Company and the Group for the first quarter ended 31 March 2016 ("**1Q FY2016**").

Update on Unauditied Financial Performance and Financial Position

In 1Q FY2016, the Group recorded an unaudited net profit of S$0.229 million, compared to the net loss after tax of S$0.289 million in 1Q 2015. The improved results achieved by the Group in 1Q 2016 was a result of no further start up cost, operational cost and administrative expenses being registered in association of the Micro Power Plant ("**MPP**") operations in Korea. The improved results is also contributed by the increase in revenue from its new customers.

For more details on the results and financial position of the Group for the period ended 31 March 2016, please refer to our separate annoucement released on 3 May 2016.

Update on Future Direction

With continuing uncertanity over the strength and sustainability of the economic revcovery of the major global economies, the Group expects business conditions to remain challenging.

The Group is actively sourcing for short term funding plans. The purpose of these short term funding plans are to repaying the Group's outstanding creditors. Simultaneously, the Group is continuing to implement cost consolidation measures and initatives to further reduce monthly expense.

With the Company having executed a 3Mwh Micro Power Plant operation in South Korea, a market it hasn't operated in previously in 2015, on time and budget, the Board feels it has the operational leadership to successfully operate both regionally and globally. The Board had unanimously agreed in early 2015 to restructure, uncouple non-generating assets and return to the construction sector in 2016. As part of this restructure, the Company is focusing on revenue streams that not only come from overseeing capital construction and refurbishment, but by also targeting equity ownership and the operating cash flow of assets. In addition, the Company is focussed on acquisitions of several brands and operating teams that will offer synergy to the retail and F&B spaces that the Company intends to create as part of several targeted acquisitions. This allows a strong regional or global expansion of brands that succeed within these revitalised assets, providing further revenue and joint venture possibilities.

The Board will continue to evaluate further renewable power generation opportunities in South Korea; however the current tariff rates and the capital investment required may add an additional burden the Board feels is not currently prudent for the Company and/or shareholders to undertake. The Board believes that the success of the Company and its long-term growth lies in cash flow generation within the construction sector. Whether that materialises through urban revitalisation projects, power

generation or other capital construction opportunities, the Company is focussed on providing its shareholders low capital and high revenue models.

Other Material Developments

On 3 September 2015, the Company was served with a Writ of Summons and Statement of Claim from Quintestellar for the repayment of the sum of S$4,715,056.67 under a loan. As announced on 28 April 2016, the Court dismissed the case against the Company with costs to be paid by Quintestellar to the Company.

BY ORDER OF THE BOARD

Drew Ethan Madacsi
Executive Director
4 May 2016