MMP RESOURCES LIMITED - FY2015 RESTRUCTURING INITIATIVES

Singapore, 14 December 2015 - Mainboard-listed, MMP Resources Limited (the "**Company**", and together with its subsidiaries, the "**Group**") has announced today that since the commencement of the Group's restructuring of the business in February 2015, the Group has significantly reduced its debt. As a result, the Group's fundamentals are stronger, and the Company has a focused strategic business model.

Restructuring Recap

The Board of Directors (the "**Board**") together with the new Interim Executive Director, Mr Drew Madacsi, and the restructuring team from Lighthouse Strategic Group Limited ("**LSG**"), adopted a change in strategy in late February 2015 to realign the core fundamentals of the Company's businesses. The focus of the Company is to generate accessible short term cash flow and revenue that is sustainable. This has resulted in the execution of various initiatives to decouple or cease transactions undertaken by the previous management in 2014, which would be difficult to fulfil in the present economic downturn.

The disposal of several assets has relieved the Company of its long term financial burden in the form of ongoing funding requirements. Other disposals have led the Company to realise higher levels of revenue as evidenced in the subsequent sale and 24-month management arrangement with Primeforth Renewable Energy Limited. The Company currently has one remaining asset, namely, Ardilaun Energy Limited, which is listed as a *'Non Current Asset'* due to accounting deficiencies and the dramatic downturn in the oil and gas sector. However, the Company is aware of the value proposition of this legacy asset, and are working with agents on a potential disposal.

The placement exercise completed on 10 September 2015 was targeted to generate cash flow, enabling the Company to repay all non-loan creditors and facilitate the completion of three Micro Power Plants ("**MPP**") in South Korea. Unfortunately, the placement issue was undersubscribed. However, the Company's creditors are cognisant of its restructuring exercise and the undersubscribed placement exercise, and remain supportive of the Company.

Significant progress has been made in delivering the strategic initiative to generate new cash flow models. This is done through the joint venture concluded with Primeforth Renewable Energy Limited (previously known as Primeforth Special Situation Fund Limited) ("**Primeforth**"). This joint venture designed, implemented and operated its first MPP in South Korea within four months.

To remain cashflow positive, the Company negotiated the sale of its 70% stake in the first MPP model to Primeforth for a cash consideration and a 24-month management fee. This is to ensure stability in the Company's operating cashflow. Furthermore, the Company has been negotiating with remaining creditors to convert larger debts to the Company's shares.

To further reduce costs, the Company's independent and non-Executive Directors did not receive any form of remuneration for FY2015. As for the Interim Executive Director, save for the grant of 100,000,000 ordinary shares (at a substantially discounted price) in the capital of the Company pursuant to the MMP Performance Share Plan received on 9 December 2015, the Interim Executive Director also did not receive any remuneration for FY 2015.

The restructuring efforts have seen a significant positive change in the financial position of the Company, with quarterly results shown as follows:-

- Q4 2014 - loss amounting to $7.005 million
- Q1 2015 - loss amounting to $0.289 million
- Q2 2015 - loss amounting to $25.047 million
- Q3 2015 - loss amounting to $0.674 million

The extraordinary losses in Q2 2015 included the 100% write down of an equity position in Renaissance Enterprises S.A. ("**Renaissance**") after a dilution event by the majority shareholders reduced the Company's equity interest in the entire share capital in Renaissance from 19.9% to 0.3%. Inherent start-up costs arising from the set up and construction of the MPP in South Korea also contributed to small losses.

The Board implemented a full overview of all internal audit practices within the Company, introducing a multitude of new governance procedures, which culminated in a complete review by a third party audit firm. With due consideration given for the short implementation timeline, the Board was very pleased with the results from the audit. The Board has requested for the Audit Committee to continue to conduct periodic and independent external review of all audit processes and acquisition methodologies.

The Board believes that the Company's operations and potential for profitable growth are much stronger today as compared to a year ago. With the completion of the Primeforth sale in Q4 2015, the Company is poised to be cashflow positive in FY2016 with a heavily reduced asset base and minimal outstanding creditors.

Poised for Progress in FY2016

The Board's current focus is now directed at seizing ongoing opportunities to improve cash flow, and strengthening the proven MPP business model in Korea and globally, one of the cornerstones of the redevelopment of the Company in FY2016. The Company has started to explore funding alternatives that will either add to its current businesses or provide sustainable boost to the Company's value. The focus will be towards renewable fuels, fuel technology, renewable energy generation, commercial and retail construction and building materials. Any acquisition must have the potential to return short to medium term cash flow or be currently producing cash flow but must have capacity for expansion.

Subject to the approval of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), it is the intention of the Board of Directors to transfer the Company to the Catalist Board of SGX-ST (the "**Catalist Board**"). This is to enable the Company to focus on rebuilding in a manner best suited for it with a more conducive listing platform for growth companies under the supervision of a Catalist sponsor to carry out timely corporate actions. This is also in recognition that the current size of the Company's business and market capitalisation better resemble that of the companies listed on the Catalist Board. Notwithstanding this, the Company does aspire to be a significant Singapore Mainboard listed company in the future.

By Order of the Board
Drew Ethan Madacsi
Executive Director
14 December 2015