

MEMSTAR TECHNOLOGY LTD
(Incorporated in Republic of Singapore)
(Company Registration No. 197901461K)

COMMENCEMENT OF LITIGATION AGAINST LONGMEN GROUP LTD AND OTHER PARTIES

1. The board of directors of Memstar Technology Ltd (the “Company”) refers to its announcement of 17 June 2016, wherein the Company advised that the law firm of Rajah & Tann Singapore LLP has been appointed to commence legal action against Longmen Group Ltd (the “**Target**”) and the Vendors under the RTO SPA, as well as other parties who have unlawfully caused loss to the Company.
2. Since the appointment of Rajah & Tann Singapore LLP, the Company has been engaging in without prejudice negotiations with the counter-parties to explore an amicable settlement of the claim. To date, the Company has not been able to secure a settlement. In the circumstances, on the Company’s instructions, the Company has commenced legal proceedings today against the Target, the Vendors as well as other parties who were responsible for and/or conspired to cause loss to the Company.
3. The Company will announce any material development in these legal proceedings.

By Order of the Board

Pan Shuhong
Non-Executive Chairman
8 March 2018