

**FURTHER UPDATES IN RELATION TO THE IMPLEMENTATION AGREEMENT FOR THE PROPOSED
TRANSFER OF LISTING STATUS ON SGX-ST**

1. INTRODUCTION

The board of directors ("**Board**") of Memstar Technology Ltd. ("**Company**") refers to the Company's announcement dated 30 July 2018 ("**Announcement**") in relation to the entry into an implementation agreement for the proposed transfer of listing status on the Singapore Exchange Securities Trading Limited ("**SGX-ST**").

Unless otherwise defined, all capitalised terms used herein shall bear the same meanings as ascribed to them respectively in the Announcement.

2. REQUEST FOR EXTENSION OF TIME

2.1 The Board wishes to announce that the Company had, on 30 November 2018, received a letter from TBN ("**TBN Letter**"), requesting for an extension of six (6) months to each of the following dates under the Implementation Agreement ("**TBN Extension**"):

- (a) an extension of time from 31 December 2018 to 30 June 2019 for the submission of the proposed transaction application to the SGX-ST; and
- (b) an extension of time from 31 March 2019 to 30 September 2019 for the fulfilment of the conditions precedent set out in the Implementation Agreement and completion of the Proposal.

2.2 The Board notes from the TBN Letter that significant work has been undertaken since the entry into the Implementation Agreement and that the TBN Extension is requested for reasons which include, *inter alia*, the completion of the ongoing business, legal and financial due diligence and resolutions of matters to be undertaken in the course of the Listing.

2.3 In this regard, the Company had, on even date, submitted a letter to SGX-ST, informing the receipt of the TBN Letter by the Company as well as requesting for an equivalent extension of time to be granted by SGX-ST in respect of milestones as set out at paragraphs 5(b) and (c) of the Announcement ("**Memstar Extension**"), being certain conditions to be fulfilled in relation to SGX-ST's no objection to the deferment of the delisting requirement for the Company. The Memstar Extension being:

- (a) submission to the SGX-ST of the Scheme and the pre-admission notification in respect of the Listing by 30 June 2019; and
- (b) Company may seek shareholders' approval for the Scheme and complete the Proposal by 30 September 2019.

2.4 It is noted that the TBN Extension is subject to the Memstar Extension being approved by the SGX-ST.

3. FURTHER ANNOUNCEMENTS

The Company will continue to keep Shareholders updated on any material developments on a timely basis. Trading in the Company's securities on the SGX-ST has been suspended from 20 June 2016.

4. CAUTIONARY STATEMENT

The Transfer and the Listing are subject to, *inter alia*, satisfaction of various conditions precedent, and there is no certainty as at this date whether the Transfer and the Listing can or will proceed. Shareholders and potential investors are advised to read any further announcements by the Company carefully. Shareholders are also advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors.

By Order of The Board

Dr Ge Hailin
Non-Executive Director
5 December 2018