M M P RESOURCES LIMITED

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

MUTUAL RELEASE AND SETTLEMENT AGREEMENT

The Board of Directors (the "**Board**") of MMP Resources Limited (the "**Company**") refers to the announcements made on 15 November 2015, 31 December 2015 and 30 May 2016 (the "**Announcements**") regarding the Management Agreement. All capitalised terms used in this announcement shall, unless otherwise defined herein, have the meanings ascribed to them in the Announcements.

The Board wishes to announce that the Company's wholly owned subsidiary, Magnum Energy, has entered into a mutual release and settlement agreement (the "**Settlement Agreement**") with Primeforth, MMPGPL's parent company, in respect of the unreimbursed expenses and unpaid fees owing to Magnum Energy under the Management Agreement, amounting to S$1,022,881.08.

The Company has agreed with Primeforth and MMPGPL (collectively, the "**Primeforth Parties**") on the following:

1. the Primeforth Parties shall commence to repay Magnum Energy, or such nominees of Magnum Energy, from 1 April 2017; and

2. all amounts due will be subject to an interest rate of 3% per annum from 1 April 2016 until the date of repayment of the debt.

Should the amount of funds that are owed to Magnum Energy be outstanding for more than thirty (30) calendar days from 1 April 2017, the Settlement Agreement may be terminated by Magnum Energy at its absolute discretion. Following which, Magnum Energy may, at its discretion, take any action to recover the outstanding amounts due to Magnum Energy, such outstanding amounts sought under the recovery action to be derived from offsetting against the total amount owed less any amount already paid to Magnum Energy up to the date of commencement of the action.

The Company will update shareholders as and when there are any material developments.

BY ORDER OF THE BOARD

Paul Andrew Crosio
Executive Director
8 December 2016