

MATEX INTERNATIONAL LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 198904222M)

EXTENSION OF TIME GRANTED TO MEET WATCH-LIST EXIT REQUIREMENTS

The board of directors (the “**Board**”) of Matex International Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to the Company’s announcement dated 4 March 2013, whereby it was announced that the Company would be placed on the watch-list of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) (the “**Watch-list**”) with effect from 5 March 2013.

On 12 February 2015, the Company submitted an application to the SGX-ST for an extension of a further 12 months to satisfy the requirements for removal from the Watch-list (the “**Application**”). The rationale for the Application was as follows: based on the Company’s consolidated management accounts for the most recently completed financial year ended 31 December 2014 (“**FY 2014**”), the Group recorded a pre-tax profit (excluding exceptional or non-recurrent income and extraordinary items) of approximately S\$2.04 million and cash flow from operating activities of approximately S\$0.85 million. At the date of the Application, the Company expected to announce its unaudited financial results for FY 2014 on or about 26 February 2015. The Company’s consolidated financial results for FY 2014 were being audited and were expected to be available by March 2015, for purposes of disclosure in the Company’s annual report, which was expected to be ready in April 2015. Based on representations by the Company’s management, and to the best of its knowledge, the Company did not expect its audited consolidated financial statements to be materially different from its consolidated management accounts.

The Company also stated in the Application, *inter alia*, that on 30 December 2014, the Company announced that it had entered into a legally binding Heads of Agreement with Blackgold International Holdings Limited which envisioned, *inter alia*, that the Company would acquire the entire equity interests of Blackgold Holdings HongKong Limited (the “**Proposed Acquisition**”). The Proposed Acquisition, if completed, is expected to constitute a “reverse takeover” (“**RTO**”) of the Company under Chapter 10 of the Listing Manual. At the date of the Application, the Company was in the midst of appointing other key professionals to advise it on the RTO. (For further details of the Proposed Acquisition, please see the Company’s announcement dated 30 December 2014.)

On 26 February 2015, the Company announced its unaudited financial results for the financial year ended 31 December 2014, stating, *inter alia*, that the Group had recorded an unaudited consolidated pre-tax profit of approximately S\$5,181,000, a pre-tax profit (excluding exceptional or non-recurrent income and extraordinary items) of approximately S\$2,039,000, and net cash generated from operations of approximately S\$383,000.

The Board is pleased to announce that on 2 March 2015 the SGX-ST granted the Company an extension of time of up to 12 months to 4 March 2016 to meet the requirements of Rule 1314 of the Listing Manual and apply for removal from the Watch-list, subject to the following conditions:

- (a) the Company providing a quarterly update on the timeline of the RTO for the next 12 months via SGXNet; and
- (b) the Company announcing:
 - (i) the period of extension granted,
 - (ii) the reasons for seeking the extension, and
 - (iii) the conditions for the extension granted.

The Board wishes to remind shareholders that the SGX-ST reserves the right to amend and/ or vary the above decision and the above decision is subject to changes in the SGX-ST's policies.

By Order of the Board

Dr. Alex Tan Pang Kee
Chief Executive Officer and Managing Director

2 March 2015