VICPLAS INTERNATIONAL LTD
(Incorporated in the Republic of Singapore)
(Registration No. 199805362R)

QUARTERLY UPDATE PURSUANT TO LISTING RULE 1313(2) OF THE LISTING MANUAL

Vicplas International Ltd (the "**Company**" and together with its subsidiaries, the "**Group**") was placed on the watch-list (the "**Watch-list**") with effect from 3 March 2016 pursuant to Listing Rule 1313(2) of the Listing Manual (the "**Listing Manual**") of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") due to the Company recording a volume weighted average price of less than S$0.20 over the last 6 months.

Pursuant to Listing Rule 1313(2) of the Listing Manual, the Board of Directors of the Company wishes to provide an update of the efforts made to meet the Minimum Trading Price (the "**MTP**") exit criterion as set out in Listing Rule 1314(2) of the Listing Manual.

Update on Unaudited Financial Performance and Financial Position

Please refer to the audited financial statements of the Group for the full year ended 31 July 2016 in the Annual Report 2016 released via SGXNet on 10 November 2016 and despatched to shareholders on 11 November 2016 for more details on the latest update on the Group's results and financial position.

Update on Future Direction

The Group continues to seek to improve its long-term business fundamentals by implementing its fundamental growth strategy to increase both the revenue and profits of the Group over time. The Board notes that there has been an increase in traded price of shares in the Company from S$0.105 per share on 3 March 2016 when the Company was placed on the Watch-list to S$0.121 per share on 23 November 2016 (which equates to market capitalisation of approximately S$60.5 million), with the announcements of the Group's full year financial results and final dividend made in between. This supports the belief that the market will respond positively to business growth and dividends. Under current Listing Rules, the Company has 36 months from 3 March 2016 to comply with the MTP requirement. This allows a sufficient time for the Group to improve its business fundamentals.

The SGX-ST has, on 23 August 2016, invited comments on its "Consultation Paper on Refinements to the Minimum Trading Price Framework" (the "**Consultation Paper**"). Pursuant to the Consultation Paper, the SGX-ST is proposing that a company be placed on the MTP watch-list if:

(a) the 6-month volume-weighted average price of its shares is below S$0.20; **and**
(b) its 6-month average daily market capitalisation is below S$40 million.

The Company may exit from the Watch-list if such revised MTP entry criterion is adopted as its average daily market capitalisation is above S$40 million. The Company will make further announcements as and when there are any subsequent developments.

Pursuant to Listing Rule 1314(2) of the Listing Manual, the Company will be assessed by the SGX-ST for removal from the Watch-List if it has remained on the Watch-List for at least 6 months and records a volume-weighted average price of at least S$0.20 over the last 6 months prior to the date of the SGX-ST's review. The Company would like to re-assure shareholders that it will continue to monitor the situation closely and to use its best efforts to seek an exit from the SGX-ST Watch List in accordance with the requirements of Listing Rule 1314(2) of the Listing Manual.

BY ORDER OF THE BOARD

Cheng Liang
Acting Group Chief Executive Officer
Singapore, 28 November 2016