

**MULTI-CHEM LIMITED**

(Company Registration No. 198500318Z)

(Incorporated in the Republic of Singapore)

DISPOSAL OF SHARES IN AN INDIRECT SUBSIDIARY IN INDIA

The Board of Directors of Multi-Chem Limited ("the Company") wishes to announce that the Company's indirect subsidiary, SecureOneAsia Pte. Ltd. had disposed off its entire 51% equity interest in M-Virtual Technology India Private Limited (the "M-Virtual India") to an employee of the Company who is not related to any Director or Substantial Shareholder for a total cash consideration of SGD4,500.

M-Virtual India has a negative assets value. The consideration for the said disposal was arrived at willing-buyer willing-seller basis.

Following the said disposal, M-Virtual India was ceased to be a subsidiary of the Group.

The transaction is considered a non-discloseable transaction pursuant to Rule 1006 of the Listing Manual as the relative figures computed are either not applicable or below the 5% threshold.

The said disposal of shares is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year ending 31 December 2015.

None of the Directors or substantial shareholders of the Company have any interest, directly or indirectly, in the said transaction save for their interests arising by way of their shareholdings and/or directorships, as the case may be.

BY ORDER OF THE BOARD

Han Juat Hoon

Director

11 December 2015