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

NOTIFICATION OF INCLUSION ON THE WATCH-LIST DUE TO THE MINIMUM TRADING PRICE ("MTP") ENTRY CRITERION WITH EFFECT FROM 3 MARCH 2016

The Board of Directors (the "**Board**") of Vicplas International Ltd (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that the Singapore Exchange Securities Trading Limited ("**SGX-ST**") has today notified the Company that it would be placed on the watch-list (the "**Watch-list**") with effect from 3 March 2016 pursuant to Listing Rule 1311(2) of the Listing Manual of the SGX-ST (the "**Listing Manual**") due to the Company recording a volume weighted average price of less than S$0.20 over the last 6 months.

The SGX-ST has informed the Company that it must take active steps to meet the requirements of Listing Rule 1314(2) of the Listing Manual within 36 months from 3 March 2016, failing which the SGX-ST would de-list the Company or suspend trading in the Company's shares with a view to de-listing the Company.

Rule 1314(2) of the Listing Manual provides that 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 (this will exclude the time spent on the Watch-list due to the financial entry criteria) and records 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 Group will 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 Company has adopted this approach rather than a share consolidation in order to meet the MTP requirement on a sustainable basis.

The Board has taken note of the increase in the traded price of shares in the Company since the announcement on 22 September 2015 of an improvement in the Group's full year financial results and ordinary and special dividends. This supports the belief that the market will respond positively to business growth and dividends. Although the Board does not and cannot speculate on or provide any assurance regarding the future share price of the Company, the Board has also taken note that the SGX-ST has provided up to 3 years for a listed company to meet the MTP requirement whilst being placed on the Watch-list which allows a sufficient period of time to improve the business fundamentals.

In essence, the Company will focus on the fundamental approach of complying with the MTP requirement by growing the business of the Group over time.

BY ORDER OF THE BOARD

Cheng Liang
Acting Group Chief Executive Officer
Singapore, 2 March 2016