

## **METAL COMPONENT ENGINEERING LIMITED**

Company Registration No. 198804700N

---

### **MEMORANDUM OF UNDERSTANDING**

---

The Board of Directors of Metal Component Engineering Limited ("**MCE**" or the "**Company**") wishes to announce that the Company has entered into a non-binding Memorandum of Understanding ("**MOU**") with Hangzhou Honghua Digital Technology Stock Co. Ltd ("**杭州宏华数码科技股份有限公司**" or "**Atexco**") to collaborate on the development and manufacture of a new model of digital printer.

Atexco is a manufacturer of digital textile printing equipment, located in the software park of the Hi-Tech Zone in Hangzhou, the capital city of Zhejiang province, the Peoples' Republic of China. Atexco designs and manufactures a range of digital textile printers, as well as a range of carpet and graphic printers.

The scope of the proposed collaboration with Atexco includes metal parts fabrication, supply chain management, modules and assembly testings, and the full assembly of Atexco's new large format digital textile printer model – 64" and 74" series (the "Project"). Pursuant to the MOU, MCE intends, in due course, to submit a full business proposal to Atexco in relation of the Project. Further details of the Project can be found in the attached press release.

Save for their shareholdings in the Company, none of the Directors or substantial shareholders of the Company have any interest, direct or indirect, in the MOU.

Shareholders of the Company and potential investors should exercise caution when trading in the shares of the Company in relation to this announcement as there is no certainty or assurance that a definitive agreement will subsequently be entered into. When in doubt as to the action they should take, shareholders and potential investors should consult their legal, financial, tax or other advisors.

### **BY ORDER OF THE BOARD**

Seah Jim Hong, Gerard  
Tan Kwang Hwee, William  
Company Secretaries  
18 September 2014

---

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("Sponsor"), Canaccord Genuity Singapore Pte. Ltd. for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). Canaccord Genuity Singapore Pte. Ltd. has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.*

*The contact person for the Sponsor is Ms Karen Soh, Managing Director, Corporate Finance, Canaccord Genuity Singapore Pte. Ltd., at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854 6160.*