



METECH INTERNATIONAL LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 199206445M)

ANNOUNCEMENT IN RELATION TO THE PROPOSED PLACEMENT OF UP TO 468,668,000 NEW ORDINARY SHARES IN THE CAPITAL OF METECH INTERNATIONAL LIMITED AT A PLACEMENT PRICE OF S\$0.004 FOR EACH PLACEMENT SHARE (THE "PLACEMENT") – RECEIPT OF APPROVAL-IN-PRINCIPLE FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (THE "SGX-ST")

1. The Board of Directors (the "**Board**" or "**Directors**") of Metech International Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Company's announcement on 13 February 2015 (the "**Announcement**") relating to its entry into a Placement Agreement dated 13 February 2015 with Lim & Tan Securities Pte Ltd as Placement Agent for the proposed Placement of up to 468,668,000 new ordinary shares in the capital of Metech International Limited at a Placement Price of \$0.004 for each Placement Share. Unless otherwise defined, capitalised terms herein shall have the same meaning as that set out in the Announcement.
2. The Company is pleased to announce that it has received the approval-in-principle of the SGX-ST on 6 March 2015 for the listing of and quotation for the 468,668,000 Placement Shares on the Main Board of the SGX-ST (the "**AIP**").
3. The SGX-ST's AIP is subject to the following conditions:
 - 3.1. Compliance with SGX-ST's listings requirements;
 - 3.2. Submission of the following documents:-
 - 3.2.1. A written undertaking from the Company that it will comply with Rule 704(30) and Rule 1207(20) of the Listing Manual in relation to the use of the proceeds from the proposed placement of shares and where proceeds are to be used for working capital purposes, the Company will disclose a breakdown with specific details on the use of proceeds for working capital in the Company's announcements on use of proceeds and in the annual report;

- 3.2.2. A written undertaking from the Company that it will comply with Listing Rule 803;
 - 3.2.3. A written undertaking from the placement agent(s) that it will ensure that the Company will comply with Listing Rule 803;
 - 3.2.4. A written confirmation from the Company that it will not issue the Placement Shares to persons prohibited under Rule 821(1) of the Listing Manual; and
 - 3.2.5. A written confirmation from the placement agent(s) that the Placement Shares will not be placed out to persons under Rule 812(1) of the Listing Manual.
4. The Company wishes to take this opportunity to further elaborate on how it intends to use the approximately 20% of the Net Proceeds (amounting to approximately S\$362,934) for business expansion as mentioned in Paragraph 4(a) of the previous Announcement dated 13 February 2015.

The Company intends to extract more value from the electronic waste that it collects through the 5 existing recycling plants that it operates in the US. This will be done through selective repair of some electronic waste for sale as re-use items which can draw a higher margin than scrap. The Company started last year on a small scale to test this concept, and may step up this part of its business either through investing in new facilities or acquisitions of plants in the US.

The Company may also consider investing further into gold mines in addition to its current investment in Pulau Mining Sdn Berhad (Please refer to the Company's announcement through SGXNet dated 24 September 14).

5. It should be noted that the SGX-ST's AIP is not to be taken as an indication of the merits of the Placement, the Placement Shares, the Company and/or its subsidiaries.

By Order of the Board

Andrew Eng
CEO and Executive Director
9 March 2015