

NIPPECRAFT LIMITED

(Company Registration No.: 197702861N)
(Incorporated in the Republic of Singapore)

UPDATE ON INCLUSION TO THE MINIMUM TRADING PRICE WATCH-LIST (*MTP WATCH-LIST*) UNDER RULE 1314(2) OF THE LISTING MANUAL (*THE LISTING MANUAL*) OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (*THE SGX-ST*)

The Board of Directors of Nippecraft Limited (the **Company**, and together with its subsidiaries, the **Group**) refer to the announcement dated 2 March 2016 concerning the Company's inclusion to the MTP Watch-List.

The Board wishes to announce that the Company has on 2 June 2017 received a letter from the SGX-ST concerning its half-yearly review of Companies on the MTP Watch-List. Pursuant to the review, the SGX-ST notes that the Company has recorded:

- (a) a volume-weighted average price of less than S\$0.20 over the last 6 months; and
- (b) an average daily market capitalisation of less than S\$40 million over the last 6 months.

The SGX-ST has reassessed the Company under the revised rules of the MTP Watch-List announced on 2 December 2016, and has determined that the Company will continue to be included on the MTP Watch-List with effect from 5 June 2017.

The Company must take active steps to meet the requirements of Rule 1314(2) of the Listing Manual within 36 months from 5 June 2017, failing which the SGX-ST will delist the Company or suspend trading of the Company's shares with a view to delisting the Company.

Rule 1314(2) of the Listing Manual requires that the Company records:

- (a) a volume-weighted average price of less than S\$0.20 over the last 6 months; and
- (b) an average daily market capitalisation of less than S\$40 million over the last 6 months.

The Company would like to notify all shareholders and business partners that the Group's business shall continue as usual, and that trading in its securities will also continue unless a trading halt or suspension is effected.

BY ORDER OF THE BOARD

Connie Oi Yan Chan
Chief Executive Officer and Executive Director
4 June 2017