

IPCO INTERNATIONAL LIMITED

(Incorporated in Singapore)
(Company Registration Number 199202747M)

UPDATE ON COMPLIANCE WITH MINIMUM TRADING PRICE REQUIREMENT

The board of directors (the “**Board**”) of Ipco International Limited (the “**Company**”) refers to the Company’s announcement made on 29 February 2016 (the “**Previous Announcement**”) in relation to the extension of the date from 1 March 2016 to 1 September 2016, granted by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”), of the first quarterly review of the Company’s compliance with the minimum trading price requirement.

Rule 1311(2) of the Listing Manual of the SGX-ST (the “**Listing Manual**”) provides that an issuer will be placed on the watch-list if its shares record a volume weighted average price (“**VWAP**”) of less than S\$0.20 over the last 6 months. Rule 1314(2) of the Listing Manual provides that an issuer will be assessed by the SGX-ST for removal from the watch-list if it has remained on the watch-list for at least six (6) months and records a VWAP of at least S\$0.20 over the last six (6) months prior to the date of the SGX-ST’s review. Pursuant to Rule 1315 of the Listing Manual, an issuer must take active steps to meet the requirements of Rule 1314. If the issuer fails to comply with Rule 1314 within 36 months of the date on which it was placed on the watch-list, the SGX-ST may either delist the issuer or suspend trading of the listed securities of the issuer with a view to delisting the issuer.

At the date of this announcement, the Company has recorded a VWAP of less than S\$0.20 over the last six (6) months.

The Board has been reviewing options to meet the minimum trading price of S\$0.20, including:

- (a) a share consolidation exercise, as announced by the Company on 24 May 2016;
- (b) a transfer of its listing to Catalist, the sponsor-supervised listing platform of the SGX-ST (“**Catalist**”). As announced by the Company on 24 May 2016, the Board has decided and resolved not to proceed with the proposed application to the SGX-ST for the proposed transfer to Catalist for the time being.

After considering factors such as current volatile market conditions, the economic outlook, and reception by the market of the measures previously undertaken by other SGX-ST listed companies to meet the minimum trading price of S\$0.20, the Board is of the opinion that it is not an opportune time to make a decision as to whether option (a) or (b) will best serve the interest of shareholders. The Board is monitoring the situation closely and is considering all options available to the Company to meet the minimum trading price of S\$0.20. Any decision proposed by the Board will be expeditiously announced to all shareholders.

Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders and potential investors of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

Carlson Clark Smith
Executive Director and Chief Financial Officer
13 September 2016