

spackmanentertainmentgroup

SPACKMAN ENTERTAINMENT GROUP LIMITED
(Company Registration No.: 201401201N)
(Incorporated in the Republic of Singapore on 10 January 2014)
(the "Company")

RESPONSE TO SGX-ST'S QUERY REGARDING TRADING ACTIVITY

The Board of Directors (the "Board") of Spackman Entertainment Group Limited (the "Company") refers to the query raised by the Singapore Exchange Securities Trading Limited ("SGX-ST") on 12 December 2016 in relation to the unusual volume movements in the Company's shares ("SGX Query") and wishes to provide the Company's response to the SGX Query as follows:

- 1. Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 9 in Appendix 7A of the Catalist Rules for further examples. - If Yes, the information shall be announced immediately.**

The Company is not aware of any information not previously announced concerning itself, its subsidiaries or associated company, which might explain the trading.

However, the Company would like to highlight the following:

As announced by the Company previously on 24 August 2015, 30 December 2015 and 30 September 2016, the proposed listing is being sought by the Company's associated company, Spackman Media Group Limited ("SMGL") or its affiliates and SMGL had engaged KGI Capital Asia Limited as a Sponsor for the Proposed Listing ("**Proposed Listing**"). The preparation work for the Proposed Listing is still in progress at this juncture and SMGL has not yet submitted its listing application to the Hong Kong Stock Exchange, which is a precursor to approval for listing.

The Company and SMGL have been exploring collaboration with and discussing potential equity investment from certain potential strategic investors regarding transactions that may or may not involve the sale of a portion of the shares of SMGL owned by the Company. The discussions between the Company, SMGL and certain potential strategic investors are on - going and no definitive agreement(s) have been executed. There is no assurance that any transaction will materialise from the on-going discussions, and the Company may or may not sell any shares of SMGL. The Company will keep shareholders updated (by way of announcements on SGXNET) of material developments in any such discussions, as and when appropriate.

The Company (which may include its subsidiaries and associate companies) is also in preliminary discussions with strategic investors and there is no assurance that any

transaction may materialise from these on-going discussions. The Company is also continuously and actively exploring acquisition and investment opportunities to diversify our business and revenue stream in the entertainment sector, and may from time to time engage in discussions with potential targets. All discussions are currently preliminary or at the exploration stage.

The Company is unable to conclusively attribute the information disclosed above to the trading activity and will, in compliance with its obligations under the SGX-ST Listing Manual Section B: Rules of Catalist ("**Catalist Rules**") make the relevant announcements on SGXNET if and when there are material developments.

2. Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

The Company is not aware of any other possible explanation for the trading, apart from the Company's previous announced information.

3. Can you confirm your compliance with the listing rules and, in particular, Catalist Rule 703?

The Company confirms its compliance with the listing rules of the SGX-ST, in particular, Catalist Rule 703.

The Company has obtained the Board's approval on the aforesaid replies to the queries raised by the SGX-ST. In addition, the Board of Directors collectively and individually takes responsibility for the accuracy of the aforesaid replies to the queries raised by SGX-ST.

BY ORDER OF THE BOARD

Charles Choi Spackman

Executive Chairman
12 December 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.