



(Incorporated in the Republic of Singapore)
(Company Registration No. 200613299H)

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**MMP RESOURCES LIMITED RECORDS S\$4.71 MILLION NET PROFIT
FOR FULL YEAR ENDED 31 DECEMBER 2016**

Singapore, 1 March 2017 - Mainboard-listed MMP Resources Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) today reported a net profit of S\$4.71 million for its full year ended 31 December 2016 (“**FY16**”) as compared to a loss of S\$43.74 million for the same corresponding period in 2015. The net profit was mainly due to the reversal of two loans payable amounting to S\$5.22 million. The Group has noted them separately as Contingent Liability. For the fourth quarter (“**4Q16**”) ended 31 December 2016, the Group’s net profit stood at S\$4.75 million.

The Group recorded a total revenue of S\$1.62 million for FY16 which was an increase of 62 per cent compared to S\$1.0 million for FY15. Gross profit increased from a loss of S\$0.27 million for FY15 to a profit of S\$1.60 million for FY16.

Total cost of sales for FY16 was reduced by 98 per cent to S\$0.021 million as compared to S\$1.27 million for FY15. This was mainly due to the decrease in power generation related business in FY16 and an increase in management related consultancy services in FY16. The management consultancy services were in relation to overseeing and managing of Micro Power Plant on behalf of Magnum Modular Power Generation Pte Ltd.

The Group’s administrative expenses were reduced by 63 per cent from S\$5.68 million in FY15 to S\$2.07 million in FY16. This was largely due to the decrease in professional fees, directors’ fees and remuneration.

Commenting on the Group’s full year results, Mr Paul Crosio, Executive Director of MMP Resources Limited, said: “The Group’s 2016 full year results showed a marked improvement over that of FY15 where losses of S\$43.74 million were recorded. The operations of the Chisenupuri Ski Area have just started in January 2017 and it coincides with the commencement of the ski season. We are pleased that our wholly-owned subsidiary, MMP Resources Japan K.K., which jointly operates the Chisenupuri Ski Area with JRT Trading Limited (“**JRT**”), recorded its maiden profit of S\$0.041 million after its first month of operations in January.”

“The Japanese skiing season started on 1 January 2017 and the season for this year is likely to extend beyond early March which is traditionally the close of the skiing season. We expect the revenue stream of the ski winter season for this year to contribute to the Group’s revenue in 2017,” added Mr Paul Crosio.

As at 31 December 2016, the Group's earnings per ordinary share is 0.26 cents (FY15: (3.02 cents)), while net asset value per ordinary share is 0.03 cents (FY15: (0.40 cents)). This is based on the issued share capital of 1,997,657,117 (FY15: 1,688,463,799) shares.

Future Outlook

The Group's strategy is to focus on construction opportunities, asset acquisitions and brand growth in Tier-1 markets with a specific focus on travel, hospitality and leisure (THL) industry. In line with this strategy, the Group has signed a definitive Agreement with Alliance Brands Limited ("**ABL**"), a global brand development and operational company incorporated in British Virgin Island. The Agreement will enable the Company to execute its strategy and brand growth with a specific focus on the THL industry.

The Group has entered into an Operations and Management Agreement with JRT to jointly manage the operations of Chisenupuri Ski Area. Revenue stream has been consistent since the start of the ski season in January 2017 via the activation of a winter brand "The House of Powder" which is under contract with global brand company, ABL.

The Group has also purchased a property in the Chisenupuri area in support of the joint ski operations. The property is currently being used to house invited guests such as international ski and snowboard company teams, potential 2017/2018 sponsors of the Company to experience The House of Powder and help refine the Chisenupuri ski product for the next ski season.

"With JRT and ABL, the Company will be able to create, operate and have our own brands and pave the way for our regional and international expansion aspirations in the travel, hospitality and leisure industry," added Mr Paul Crosio.

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About MMP Resources Limited

MMP Resources Limited ("**Company**", together with its subsidiaries, the "**Group**"), previously known as Sino Construction Limited, was listed on the SGX Mainboard on 12 June 2008. Since April 2016, the Group's corporate strategy is to focus on construction opportunities, asset acquisitions and brand growth in Tier-1 markets with a specific focus on the travel, hospitality and leisure industry.

For more information, please visit www.mmpresources.com

For media and analysts, please contact:

Patsy Phay
Mileage Communications Pte Ltd
Tel: 6222 1678
Email: patsy@mileage.com.sg