

SAPPHIRE CORPORATION LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 198502465W)

**RESPONSES TO SINGAPORE EXCHANGE SECURITIES TRADING LIMITED'S
QUERIES REGARDING TRADING ACTIVITY**

The Board of Directors (the "Board") of Sapphire Corporation Limited (the "Company") refers to the queries raised by Singapore Exchange Securities Trading Limited ("SGX-ST") dated 10 October 2016 in relation to the unusual price and volume movements in shares and wishes to provide the following response to the queries as follows:

Query by SGX-ST:

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 8 in Appendix 7.1 of the Mainboard Rules for further examples.
 - If yes, the information shall be announced immediately.

Company's Response:

The Company is not aware of any information not previously announced which might explain the trading of the Company's shares today.

However, the Company wishes to highlight that

- (a) the Company's Group CEO and Managing Director, Mr Teh Wing Kwan ("Mr Teh") presented at an investment seminar jointly organised by the Singapore Exchange and WeR1 Consultants Pte Ltd on 5 October 2016; and
- (b) The Company was also featured in The Edge Singapore ("**New' Sapphire tries to regain lustre, eyes railway contracts in China and region**") published on 10 October 2016).

The key elements of the article in The Edge Singapore are as follows:

- Mr Teh's restructuring exercise and corporate transformation plans over the last three years which include acquisition of Ranken Infrastructure Ltd as his key turnaround strategy for Sapphire;
- Ranken's Profiles and its strategies;
- The industry outlook for the rail infrastructure sector in China;
- Purchase of additional shares by substantial shareholders (as previously announced on the SGXnet on 13 September 2016); and

- Sapphire is in discussion with other parties, including concession owners and mining specialist funds which may lead to Sapphire's dilution in Mancala's interest (as previously announced on the SGXnet on 6 January 2016 and 15 July 2016).

The Company did not disclose any information at the investment seminar or to The Edge Singapore that was not previously announced on the SGXnet.

Query by SGX-ST:

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

Company's Response:

Save for the above, the Company is not aware of any other possible explanation for the increase in trading volume.

Query by SGX-ST:

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

Company's Response:

We confirm that we are in full compliance with listing rules.

BY ORDER OF THE BOARD

Teh Wing Kwan
Chief Executive Officer and Executive Director

10 October 2016