



FORELAND FABRICTECH HOLDINGS LIMITED
(Incorporated in Bermuda with Company Registration No. 39151)

GRANT OF EXTENSION OF TIME

The Board of Directors of Foreland Fabrictech Holdings Limited (together with its subsidiaries, the “Group”) wishes to inform its shareholders that the Company has applied to the Singapore Exchange Trading Securities Limited (“SGX”) for extension of time till 30 October 2016 to comply with the Rule 707 of the Listing Manual for the holding of Annual General Meeting for the financial year ended 31 December 2014 (“AGM FY2014”) and 31 December 2015 (“AGM FY 2015”) on 20 April 2016.

SGX has on 22 April 2016 confirmed that it has no objection to the Company’s application, subject to the following:

- (a) The Company announcing period of extension granted, the reasons for seeking the extension of time and the conditions as required under Listing Rule 107;
- (b) Submission of a written confirmation from the Company that the extension of time does not contravene any laws and regulations governing the Company and the articles of association of the Company; and
- (c) The Company convening the annual general meeting of the Company for the financial year ended 31 December 2014 (AGM FY2014) and financial year ended 31 December 2015 (AGM FY2015) by 30 October 2016 subject to approval of the same from the relevant regulatory authority in Bermuda.

The reasons for seeking the extension of time and the conditions as required under Listing Rule 107 are as follows:

REASONS FOR SEEKING FURTHER EXTENSION

1. The Company has appointed BDO to conduct independent review on 22 January 2015 in respect of the following matters which were highlighted in the audit report issued by the Company’s previous auditors, Messrs Baker Tilly TFW LLP (“Baker Tilly”):

- (i) Compensation Claim;
- (ii) Cash and cash equivalents of the subsidiary Fulian;
- (iii) Going Concern;
- (iv) Investment in subsidiary and amount due from subsidiary.

2. BDO has completed the fieldwork of the independent review and issued an initial draft report on 16 July 2015. During the course of independent review, a few draft reports were

issued by BDO for the review of the Audit Committee. The Audit Committee has also communicated with SGX on the draft reports. However, to ensure a fair and complete review over the matters as highlighted by Baker Tilly, the Audit Committee is of the view that additional time is required prior to finalization of the report.

3. While the independent review is on-going, the Company has also approached certain professional accounting firms in Singapore to be the Company's auditors. However, prior to the issuance of the consent to act as the Company's auditors, those accounting firms have all requested for a copy of the report issued by BDO as part of their firm internal risk management policy.

4. As the independent review falls under the purview of the Audit Committee, the Board has no access to the report. Hence, the Company is unable to provide the report to the respective accounting firms for their assessment. Therefore, the process for the appointment of auditors is therefore unable to commence and complete.

5. In addition, the Company is required to obtain shareholders' approval for the appointment of auditors. Pursuant to the foregoing, the Company needs to prepare a circular to shareholder and convene extraordinary general meeting for the appointment of auditors. Barring unforeseen circumstances, the Company expects that the whole process of the appointment of auditors may take approximately one to two (1-2) months.

6. Subsequent to the appointment of the auditors, the auditors will require a period of about 4-6 months to complete the audit fieldworks for financial years 2014 and 2015.

7. As such, the Company is unable to complete the audit for financial year 2014 and 2015 and convene the AGM FY2014 and 2015 by 30 April 2016.

8. In view of the foregoing, the Company would require additional time for the finalization of the independent review report, appointment of new auditors, completion of audit fieldwork for the financial year 2014 and 2015 and the holding of AGM 2014 and 2015.

9. The Company is requesting under Rule 107 of the Listing Manual for extension of time till 30 October 2016 from 30 April 2016 to hold AGM 2014 and AGM 2015.

The conditions in (b) and (c) above have been duly noted and will be complied with by the Company accordingly. The Company will provide updates as to any further developments in the aforesaid matters in due course.

By Order of the Board

Tsoi Kin Chit
Executive Chairman
25 April 2016