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

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Foreland Fabrictech Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") was placed on the watch-list pursuant to Rule 1311(2) of the Listing Manual on 3 March 2016. Rule 1311(2) of the Listing Manual provides that an issuer will be placed on the watch-list if its shares record a volume weighted average price of less than S$0.20 over the last 6 months. Under Rule 1314(2) of the Listing Manual, the 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 6 months and records volume-weighted average price of at least S$0.20 over the last 6 months prior to the date of the SGX-ST's review.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors (the "**Board**") of the Company wishes to provide the update below in respect of the third quarter ended 30 September 2016.

Financial Position

Please refer to the announcement on 14 November 2016 of the unaudited financial statements of the Group for the third quarter ended 30 September 2016 for an update on the Group's financial position as at 30 September 2016.

Future Direction

The Company is required to take active steps to meet the requirements of Rule 1314(2) of the Listing Manual within 36 months from 3 March 2016, failing which the SGX-ST may either delist the Company, or suspend trading of the listed securities of the Company with a view to delisting the Company.

The Board has been reviewing several options to meet the MTP Exit Criterion, including:

(a) a share consolidation exercise;
(b) transfer of its listing to Catalist board of the SGX-ST;
(c) acquisition of new businesses to improve shareholders' value; or
(d) a combination of any of the above.

The Board would like to inform shareholders that it will continue to seek potential opportunities that will enhance its financial position to meet the requirements for its removal from the watch-list. The Company will, in the meantime, comply with its obligations under Rule 1313 of the Listing Manual to provide the Shareholders with quarterly update on its efforts and the progress made in meeting the MTP Exit Criterion. If any material

development occurs between the quarterly updates, the Company will make immediately announcement of such development.

By Order of the Board

Yang Meng Yang
Executive Chairman and Executive Director
17 November 2016