



FORELAND FABRICTECH HOLDINGS LIMITED

(Incorporated in Bermuda with company registration no. 39151)

RESPONSES TO SGX QUERY

The Board of Directors of Foreland Fabrictech Holdings Limited (the “Company”, together with its subsidiaries, the “Group”) wishes to announce its response to the query raised by the Singapore Exchange Securities Trading Limited (“SGX”) in connection with the announcement made by the Company on 4 November 2014.

Query:

1. We refer to the Company’s announcement of 4 November 2014 on the cessation of Mr Leow Yong Kin as Independent Director of the Company. The reason stated for his cessation was “differences in opinion with the Management in relation to the appointment of Auditors”. Please elaborate on these differences and provide information why this led to the resignation of Mr Leow Yong Kin.

Response:

The differences in opinion are mainly on the appointment of independent accounting firm to perform agreed upon procedures in relation to the Disclaimer Opinion highlighted by the previous auditors in the Company’s Audited Financial Statement for the financial year ended 31 December 2013, of which Mr Leow Yong Kin preferred to appoint one of the top four accounting firms to perform the relevant works.

However, the Management has taken a different view from him. The Management, after taken into consideration of the cost of engagement, qualification and reputation of the accounting firm to be appointed and the current financial position of the Company, is of the view that appointing an accounting firm which is deemed among the top accounting firms list in Singapore is capable and able to perform the relevant works and that it is in the best

interest of the Company.

Pursuant to the above differences, Mr Leow Yong Kin was of the view that his resignation was inevitable. He tendered his resignation on 31 October 2014. The Company then accepted and announced his resignation on 4 November 2014. In light of his resignation, the Company will search for a suitable candidate to fill up the vacancy. The Company will keep shareholders updated of any material developments on the matter.

By Order of the Board

Tsoi Kin Chit
Executive Chairman
6 November 2014