



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

COURT ENFORCEMENT NOTICE

The Board of Directors (“**Board**”) of Foreland Fabrictech Holdings Limited (“**Company**”, and together with its subsidiaries, “**Group**”) refer to the announcement released to the Singapore Exchange Securities Trading Limited on 9 May 2018 in relation to the loss of control in subsidiary (“**Announcement**”). The Board wishes to announce that the Company and its wholly-owned subsidiary, Fujian Jinjiang Fulian Knitting Co., Ltd. (“**Fulian**”) had received a Court Enforcement Notice (“**Notice**”) from Fujian Jinjiang People’s Court (“**Court**”) arising from an undisclosed legal suit (that commenced in 2013) arising from a dispute involving a private lending and guarantee agreement (“**Agreement**”) over RMB 7 million entered into by the Company, Fulian, Mr. Tsoi Kin Chit, Mr. Cai Fengquan, and 泉州星皓机械有限公司 with Hong Youling previously. The current Board was not aware of the Agreement.

The Company and Fulian are required to fulfil the following obligations in accordance with the Notice:

1. To perform the obligations as enforced in the legal documents;
2. Double payment of the interest charged and/or late payment charges incurred for late payment of the loan amount; and
3. Payment of legal costs incurred for the issuance of the Notice.

Further to the Notice, the Court has taken measures to impose certain expenditure restrictions on the Company and Fulian.

Based on preliminary communication with a PRC law firm, there is a possibility to challenge the effectiveness of guarantee provided in name of the Company. The Company was not notified of the aforementioned legal suit and hence was not given a proper chance to defend itself in the Court. The Company is presently seeking legal advice and will update shareholders when there are material developments relating to the Notice. At the same time, the Company is currently in an insolvent financial position. And the Company is exploring various options and is in discussion with potential investors.

Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully. Shareholders of the Company are advised to refrain from taking any action in respect of their securities in the Company, which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders and potential investors of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

Yang Meng Yang
Executive Director and Executive Chairman
9 July 2018