FORISE INTERNATIONAL LIMITED
(Company Registration No. 200804077W)
(Incorporated in Singapore)

UPDATE ON JOINT VENTURE BETWEEN FORISE INTERNATIONAL LIMITED AND PRISMA AI CORPORATION PTE. LTD.

The Board of Directors (the "**Board**") of Forise International Limited (the "**Company**"), and together with its subsidiaries, the "**Group**") refers to the Company's earlier announcement on the entry into joint venture by the Company dated 3 October 2019 (the "**3 October 2019 Announcement**").

Unless otherwise defined, all capitalised terms herein shall have the meaning ascribed to them in the 3 October 2019 Announcement.

Pursuant to the joint venture agreement (the "**JVA**") entered into between the Company and Prisma AI Corporation Pte. Ltd. ("**Prisma AI**") on 3 October 2019, after the incorporation of the joint venture company, Prisma Technologies Pte. Ltd. ("**Prisma Tech**"), Prisma AI shall assign the management of its visual-based contracts for airport, metro railways, highways and infrastructure projects ("**Contracts**") to Prisma Tech and, in compensation of the working capital incurred by Prisma AI and the loss of profit, the Company will pay S$4 million (the "**Compensation**") to Prisma AI.

The Board wishes to announce that the Company and Prisma AI have on 5 October 2020 entered into an addendum deed to the JVA (the "**Addendum Deed**") pursuant to which, *inter alia*:

(a) the obligation of the Company to pay the Compensation to Prisma AI has been removed from the JVA with effect from the date of the JVA, and Prisma AI has agreed and acknowledged that neither the Company nor Prisma Tech has any obligation to pay Prisma AI any sum in compensation of the working capital incurred by Prisma AI and the loss of profit for assigning the management of its Contracts to Prisma Tech; and

(b) notwithstanding the distribution in specie completed by Prisma AI on 13 May 2020 (the "**Distribution**", which has previously been disclosed by the Company in its announcements dated 20 May 2020 and 4 June 2020), pursuant to which all of Prisma AI's shares in Prisma Tech were distributed to the shareholders of Prisma AI, the details of whom have been disclosed in the Company's announcement dated 9 June 2020, the parties have agreed that Prisma AI shall not be released from any of its obligations under the JVA, save for any such obligations which cannot be fulfilled by Prisma AI with effect from 13 May 2020 due to Prisma AI no longer being a shareholder of Prisma Tech.

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 shares in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the shares of the Company. In the event of any doubt, shareholders of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD
Peng Weile
Executive Director
5 October 2020