



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

REJECTION BY SGX-ST OF THE APPLICATION OF TIME TO SUBMIT RESUMPTION PROPOSALS PURSUANT TO RULE 1304 OF THE SGX-ST LISTING MANUAL

1. INTRODUCTION

On 27 December 2016, the Company's trading was suspended under Rule 1303 of the listing manual of the SGX-ST (the "**Listing Manual**"). Pursuant to Rule 1304 of the Listing Manual, if a company is suspended under Rule 1303(3), it must, *inter alia*, submit a proposal (or proposals) to the Exchange with a view to resuming trading in its securities ("**resumption proposals**") within 12 months of the date of suspension. If no resumption proposals are received to enable trading to resume within 12 months of the date of suspension, the Exchange may remove the issuer from the Official List.

2. EXTENSION OF TIME TO SUBMIT RESUMPTION PROPOSALS

- 2.1 On 22 December 2017, the Company made an application (the "**Application**") pursuant to Rule 1304 of the Listing Manual, through its legal adviser to the SGX-ST for extension of time from 27 December 2017 till 31 December 2018 to complete its fundraising exercise and to take legal measures against Mr. Tsoi Kin Chit ("**Tsoi**") and Fulian Knitting Co., Ltd. ("**Fulian**"), subsequent to which the Company trusts it would be in a better position to submit resumption proposals to the SGX-ST.
- 2.2 On 16 January 2018, the Company received a letter, through its legal adviser from the SGX-ST stating that it has rejected the Company's Application for the abovementioned extension of time to submit resumption proposals. The letter stated that,
- a. The Company's plan to deal with Tsoi and Fulian, i.e. to engage legal advisers with a view to take further measures against Tsoi and Fulian, has been inadequate. There have been no updates from the Company on this issue since 27 December 2016 despite repeated requests from the SGX-ST;
 - b. The uncertain state of affairs of the Company is further exacerbated by the Company's decision not to conduct a special audit on Fulian which: (i) will deprive the market of any concerns and findings which may arise in the special audit report; and (ii) prevent any rectifications which may be taken to address any concerns and findings which may arise in the special audit report; and
 - c. There has been no progress on the Company's fundraising efforts to obtain investor funding although it has been claimed that there have been discussions on the same.
 - d. In the premises, the SGX-ST found no extenuating reasons to grant the extension of time sought by the Company.

- e. If the Company is unable to provide a comprehensive resumption proposals, the SGX-ST would like the Company to make the necessary arrangements for the delisting of the Company by way of a cash exit offer.
- 2.3 The Company is currently in the midst of discussions with its legal adviser to provide a comprehensive resumption proposals to SGX-ST.
- 2.4 Further announcements on any material developments will be made on a timely basis to keep the shareholders updated.

By Order of the Board

Yang Meng Yang
Executive Chairman and Executive Director
23 January 2018