



CFM HOLDINGS LIMITED

(Incorporated in Singapore under Registration No. 200003708R)

MALAYSIAN MOVEMENT RESTRICTION ORDER

The Board of Directors (the "**Board**") of CFM Holdings Limited (the "**Company**", and together with its subsidiaries, collectively the "**Group**") wishes to announce that, in light of the Malaysian federal government's directive to temporarily restrict nationwide movement as part of its efforts to contain the Covid-19 outbreak, the Company will stop all operations in Penang and Johor Bahru from 18 March 2020 until 31 March 2020.

As announced by the Malaysian Prime Minister YAB Tan Sri Muhyiddin Yassin on 16 March 2020, the Movement Control Order, made under Malaysia's Prevention and Control of Infectious Diseases Act 1988 and the Police Act 1967, mass movements and gatherings across Malaysia, including religious, sports, social and cultural activities, are prohibited (the "Malaysian Directive"). The Movement Control Order is effective from 18 March 2020 to 31 March 2020.

At present, we are unable to assess the impact the Malaysian Directive may have on the Group's earnings per share and net asset value per share of the Group for the financial year ending 30 June 2020, but we note that the revenue contribution from Malaysia contributed approximately 32% of total revenue for financial year 2019 and 47% for half-year ended 31 December 2020. However, we wish to add that the Covid-19 pandemic and its effects on the global and domestic economy may potentially impair the Group's earnings capacity and ability to secure new sales in the next 12 months.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

BY ORDER OF THE BOARD

Janet Lim Fong Li
Executive Director & Chief Executive Officer
20 March 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. (the "Sponsor"), in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited ("Exchange") Listing Manual Section B: Rules of Catalyst for compliance with the relevant rules of the Exchange. The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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