

FEDERAL INTERNATIONAL (2000) LTD

(Company Registration No.: 199907113K)
(Incorporated in the Republic of Singapore)

POSTPONEMENT OF PROPOSED SHARE CONSOLIDATION EXERCISE

In this announcement, unless otherwise defined, capitalised terms have the same meaning ascribed to them in the announcements made by the Company on 2 March 2015, 13 March 2015 and 17 March 2015 respectively.

1. INTRODUCTION

- 1.1 The Directors of the Company refer to the announcements dated 2 March 2015, 13 March 2015 and 17 March 2015 (the "**Announcements**") respectively in relation to the Revised Proposed Share Consolidation.

2. RATIONALE

- 2.1 Further to the announcement on 13 March 2015, the Share Price has remained volatile and continued to significantly fluctuate. Due to such volatility, the Directors are concerned that the consolidation ratio of forty (40) Shares into one (1) Share may not be appropriate given the current Share Price and therefore have decided that the Company will not be proceeding with the Revised Proposed Share Consolidation at this stage.
- 2.2 The Directors have decided that it is prudent to table the proposed Share consolidation exercise for Shareholders' approval at such later date so as to give the Company sufficient time to determine the appropriate consolidation ratio of the proposed Share consolidation exercise in respect of the then current Share Price.

3. COMPLIANCE WITH THE MINIMUM TRADING PRICE

- 3.1 The EGM to seek Shareholders' approval for the proposed Share consolidation exercise will therefore be held at such later date to be decided by the Company for the purpose of compliance with the requirement of the Minimum Trading Price introduced by SGX-ST.
- 3.2 Due to the postponement of the proposed Share consolidation exercise, the Company will make a new application to the SGX-ST for permission for listing of and quotation for the consolidated Shares on the SGX-ST. An appropriate announcement on the outcome of the application will be made in due course.
- 3.3 The Company will make a further announcement in due course to update Shareholders on the details of the proposed Share consolidation exercise.
- 3.4 Meanwhile, Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Company's securities. They should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors if they have any doubts about the action they should take.

BY ORDER OF THE BOARD OF DIRECTORS

Koh Kian Kiong
Executive Chairman and Chief Executive Officer
8 April 2015