

CFM HOLDINGS LIMITED
(Incorporated in Singapore under Registration No. 200003708R)

FURTHER DEVELOPMENTS RELATING TO THE GROUP'S NEW FACTORY

The Board of Directors (the "**Board**") of CFM Holdings Limited (the "**Company**", and together with its subsidiaries, collectively the "**Group**") refers to the announcement of half year financial statement for the period ended 31 December 2014 dated 9 February 2015 and the announcements made by the Company on 22 May 2015, 1 July 2015, 9 July 2015 and 17 July 2015 respectively relating to the Group's new factory (the "**Property**") (collectively, referred to as the "**Announcements**").

Further to the Announcements, the Board would like to update the shareholders that Cheong Fatt Holdings Pte Ltd ("**CFH**"), a subsidiary of the Company had on 16 September 2015 obtained the Temporary Occupation Permit ("**Partial TOP**") of the Property excluding first storey showroom, third and fourth storey.

The Management will continue to work with the relevant parties to take the necessary action for the issuance of the full TOP for the Property prior to 30 October 2015. If full TOP is not received on that date, the Company will seek extension with the relevant authorities.

Due to the receipt of this Partial TOP on 16 September 2015, henceforth the Management is not required to vacate the second and fifth floors of the Property. The management intends to relocate the tenants within the Property to these two floors to facilitate them to continue their business operations.

The Company expects that there will be material adverse effect on the earnings per share and the net tangible assets per share of the Company arising from the vacation of the Property and Relocation if full TOP has not been received by 30 October 2015. However, the Company is unable to determine the total costs and expenses in connection with the vacation of the Property and Relocation at this juncture and accordingly, the Company is unable to definitively assess the financial impact arising from the vacation of the Property and the Relocation other than the fact it will have a material adverse effect on the earnings per share and the net tangible assets per share of the Company.

We will keep all shareholders updated of any material development.

Shareholders are advised to exercise caution when dealing in the Company's shares ("Shares") and to refrain from taking any action in respect of their Shares which may be prejudicial to their interests.

BY ORDER OF THE BOARD

Janet Lim Fong Li
Executive Director & Chief Executive Officer
17 September 2015

*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**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**Exchange**"). The 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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