

CHINA BEARING (SINGAPORE) LTD.
(Company Registration No. 200512048E)
(Incorporated in the Republic of Singapore)

PROPOSED ACQUISITION OF THE ENTIRE ISSUED AND PAID-UP SHARE CAPITAL OF FE RESOURCES PTE. LTD. – APPROVAL OF THE APPLICATION TO SGX-ST FOR FURTHER EXTENSION OF TIME FOR CASH COMPANY TO MEET REQUIREMENTS OF NEW LISTING ("FURTHER EXTENSION")

1. INTRODUCTION

The board of directors ("**Board**") of China Bearing (Singapore) Ltd. (the "**Company**") refers to the announcements made by the Company on 24 August 2016, 1 November 2016, 2 December 2016, 11 January 2017, 4 April 2017 and 20 June 2017 ("**Announcements**") in relation to (i) the proposed acquisition of the entire issued and paid-up share capital of FE Resources Pte. Ltd. ("**Proposed Acquisition**") and (ii) the granting by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") of an extension of six months, until 20 June 2017 ("**Current Deadline**"), to meet the requirements for a new listing.

Unless otherwise defined herein, capitalised terms used herein shall bear the same meaning ascribed to them in the Announcements.

2. APPLICATION FOR FURTHER EXTENSION OF TIME FOR THE COMPANY

- 2.1. Since 21 December 2015, the Company has been a cash company pursuant to Rule 1018 of the SGX-ST Listing Manual ("**SGX-ST Listing Manual**"). Under Rule 1018(2) of the SGX-ST Listing Manual, the SGX-ST will proceed to remove an issuer from the Official List if it is unable to meet the requirements for a new listing within 12 months from the time it becomes a cash company. As announced on 2 December 2016, SGX-ST had, by way of a letter dated 30 November 2016, granted the Company an extension of six months, until the Current Deadline, to meet the requirements for a new listing ("**Previous Extension**").
- 2.2. On 9 June 2017, the financial adviser in respect of the Proposed Acquisition, ZICO Capital Pte. Ltd., had on behalf of the Company, submitted an application to SGX-ST seeking the SGX-ST's approval for a further extension of six months, until 20 December 2017 ("**New Extended Date**") to meet the requirements for a new listing under Rule 1018(2) of the SGX-ST Listing Manual ("**Further Extension Request**"). The main reasons for the Further Extension Request were as follows:
- (a) the necessary due diligence works by the appointed professionals in connection with the Proposed Acquisition ("**Appointed Professionals**") is underway, and progress has been made with regard to such due diligence works. Subject to sufficient time for the Appointed

Professionals to bring the ongoing due diligence and other works to satisfactory completion, and pursuant to the Proposed Catalist Transfer, the Board is of the reasonable opinion that the Target Group can satisfy the Exchange's requirements for a new listing on the Catalist; and

- (b) the Board is of the view that the Company will be able to complete the Proposed Acquisition by the New Extended Date, having considered, *inter alia*, that the estimated completion date of the Proposed Acquisition as set out in the earlier application in respect of the Previous Extension remains unchanged, notwithstanding the amendments to the dates on which certain key milestones are expected to be met. The additional time afforded by the New Extended Date would provide adequate time for the peer review of the independent qualified person's and valuation reports by an independent and suitably qualified professional, and the resolution of any matters arising from the due diligence process.

- 2.3. The Board wishes to announce that SGX-ST has on 6 July 2017 agreed to grant the Company an extension of time to the New Extended Date under Rule 1018(2) of the SGX-ST Listing Manual for the Company to be meet the requirements for a new listing, subject to the Company announcing the period of extension granted, the reasons for seeking the extension of time and the conditions, as required under Rule 107 of the SGX-ST Listing Manual. The Board wishes to highlight that SGX-ST has reserved its right to amend/vary its decision and such decision is subject to changes in the policies of the SGX-ST.

3. CAUTIONARY STATEMENT

- 3.1. **Shareholders of the Company are advised that the Proposed Acquisition is subject to numerous conditions and due diligence by the Vendor and the Company. As such, there is no assurance that the Parties will be able to complete the Proposed Acquisition and the shares of the Company will eventually resume trading on the SGX-ST. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders are therefore advised to exercise caution when dealing in the shares of the Company and should consult their legal, financial, tax and other professional advisers if they have any doubt as to the action to take.**

BY ORDER OF THE BOARD

LIM KEAN TIN

Non-Executive Chairman

7 July 2017