FORISE INTERNATIONAL LIMITED
(Company Registration No. 200804077W)
(Incorporated in Singapore)

RESPONSE TO QUERIES FROM THE SINGAPORE STOCK EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST") ON EARLIER ANNOUNCEMENT

The Board of Directors of Forise International Limited (the "**Company**"), and together with its subsidiaries, the "**Group**") refer to the earlier Announcement dated 26 July 2019 (the "**Earlier Announcement**").

Unless otherwise defined, all capitalized terms herein shall have the meaning ascribed to them in the Earlier Announcement.

The Board would like to respond to the further queries raised by the SGX-ST on 29 July 2019 as follows:

SGX-ST's Query 1

In the Company's announcement on 26 July 2019 titled "Appointment of Chief Executive Officer and Executive Director" (the "**Announcement**"), it was disclosed that Mr Ching Yeh ("**Mr Ching**") "has no prior experience as director of an issuer listed on SGX-ST. Mr Ching will undergo training in the roles and responsibilities of a director of a listed issuer as prescribed by SGX-ST within one year from the date of his appointment to the Board".

i) Noting that Mr Ching is to be the CEO of the Company, please explain how is he able to ensure that the Company complies with SGX Listing Rules and the Securities and Futures Act ("**SFA**") requirements if he is to be sent for training only within a year and not immediately.

Company's Response

It has been the Company intention to send Mr. Ching to attend the next available Listed Entities Director Programme ("**LED**") organized by Singapore Institute of Directors ("**SID**"). However, due to the mismatch of Mr. Ching's schedule, he is unable to attend the next available LED core module which will be conducted from 9 October 2019 to 11 October 2019.

The Company understood from SID that October 2019 LED core module courses will be the final run for year 2019, the next available LED core module courses will only be taken place in the first quarter of year 2020.

During the intervening period, Mr. Peng Weile ("**Mr. Peng**") who is still the Executive Director of the Company, will work together the Financial Controller, Company Secretary and Lawyers to ensure that the Company complies with SGX Listing Rules and the Securities Futures Act requirements

ii) Currently, how familiar is Mr Ching with the SGX Listing Rules and the SFA requirements?

Company's Response

As mentioned in our announcement, Mr. Ching has no prior experience as director of an issuer listed on SGX-ST. Notwithstanding, the Company has briefed him on the relevant information of the SGX Listing Rules and SFA requirements and he had been provided with the official websites of SGX and SFA-Singapore Statutes Online links for his references.

As Mr. Ching will be focusing mainly the strategic planning and direction, business development and oversight of the Company's operations. On the request of the Company, he shall seek clarification internally with respect to compliances to SGX Listing Rules and SFA requirements during the intervening period.

iii) How has the Nomination Committee then assessed Mr Ching's suitability to be the CEO of an SGX listed issuer and has agreed that he does not have to attend the training immediately?

Company's Response

The Nomination Committee ("**NC**") had interviewed Mr. Ching and assessed his suitability based on his skill set and experiences from his previous key management roles in various companies, diversity (in term of culture from non-traditional industry particularly) and personal attributes point of view.

NC further noted that Mr. Ching was founder, Director or CEO in his previous managerial roles and he has accumulated adequate managerial experiences for oversight of the Company's operations. Additionally, Mr. Ching involved in various pre-IPO projects in his previous managerial roles and has been a sophisticated investor, he has adequate understanding of corporate governance and listing compliance requirements of Hong Kong and China Stock Exchanges.

NC acknowledged that his in-depth knowledge and vast experiences in the blockchains industry will be an added advantage to the Company, which is expanding its services into the exciting blockchain industry.

NC understood that Mr. Ching has no prior experience as Director of an SGX listed issuer and requested Mr Ching to attend the LED immediately upon appointment. However, due to the reasons stated in the Company's response i) above, NC therefore granted an extended timeline for Mr. Ching to attend the SID's LED courses at soonest possible.

At the recommendation to Board, NC requested Mr. Peng (Executive Director) together with the Financial Controller, Company Secretary and Lawyers to assist Mr. Ching in terms of SGX Listing rules and SFA requirements during the intervening period.

iv) Please explain why the Nomination Committee is allowing Mr Ching to be trained only within a year?

Company's Response

As explained in 1) and iii) above, the NC has granted an extended timeline of one year for Mr. Ching to attend the compulsory SID's LED courses. Nevertheless, NC has requested Mr. Ching to complete the courses at the next available dates and ahead of the one-year timeline.

v) If the Company has the intention to send Mr Ching for training, please state the dates and courses that he will be attending.

Company's Response

The following core modules of SID's LED courses will be attended by Mr. Ching:
a) LED1 – Listed Entity Director Essentials
b) LED2 – Board Dynamics
c) LED3 – Board Performance
d) LED4 – Stakeholder Engagement

As explained in i) above, the dates of the subsequent SID's LED courses are yet to be released by the SID.

vi) For each of i) Xiang Jiang Hong An Trading Services Limited; ii) Finup Group; iii) Consensus Capital Limited; and iv) Xmax Foundation Pte., please disclose:-

a) Mr Ching's roles and responsibilities;

Company's Response

Company	Roles and responsibilities	Management experience
Xiang Jiang Hong An Trading Services Limited	- Leader of business development - Oversees the daily operations - Responsible for managing the company's largest client's account - China EXIM Bank	- Supervised a team and built up a solid customer relationship with the client's team. - Managed a team who was responsible to assist the bank in adopting of internet-based platform for their daily workflows (i.e. a massive transformation project from the manual paper workflows to an internet platform for their core business model. This was the pioneer internet platform for a state-owned bank within the China banking industry back in 2010)
Finup Group	- Co-founder/seed investor - Strategic planning and direction - Responsible for Company's public relations and maintain good collaboration relationship with the government agencies.	- Organized and led a team in helping the company to gain support from the Development Research Center of the State Council of China.
Consensus Capital Limited	- Co-founder/General Partner	- Managed the fund and the fund became "Huobi"

	- Strategic planning and direction - Responsible for decision making of the usage of fund. i.e. Investment and Exit decision of the fund	(i.e. top 5 cryptocurrency trading platform in the world), a super node fund after 8 months of operation, which was an index of being a tier 1 crypto currency fund.
Xmax Foundation Pte.	- Co-founder/CEO – oversight the operations of the Company	- The company raised US$400 million from certain top VC in China such as Matrix Partner, FBG and BlockVC etc. - Managed a team of 60 people in blockchain tech development.

b) Mr Ching's management experience in each of these companies; and

Company's Response

Please refer to Company's response vi) a) above.

c) how Mr Ching has the necessary key management experience to be the CEO of a SGX listed company. Was he in an oversight role of any of the companies with the primary responsibility to oversee the company?

Company's Response

Mr. Ching sets up his own business since 2010, he has been the co-founder/ Leader of a few companies and took on oversight, directorships and key management roles as well. The Company assessed that he has adequate key management experiences to be the CEO of a SGX listed company.

d) the size of the companies that Mr Ching worked in previously.

Company's Response

Company	Size of the Companies
Xiang Jiang Hong An Trading Services Limited	- 20 employees - Yearly net profit of US$3 million to US$4 million
Finup Group	- 5000 employees - AUM over US$6 billion
Consensus Capital Limited	- 5 employees - Yearly return of more than 200% from 2017-2018
Xmax Foundation Pte.	- 60 employees - Quarterly profit of US$7 million

vii) Please explain why there would not be any conflict of interests noting that Mr Ching will be a CEO of two companies concurrently and that his current company (Xmax Foundation Pte) is in blockchain.

Company's Response

Mr. Ching will relinquish his roles and position in Xmax Foundation Pte immediately once he becomes the CEO and Executive Director of Forise.

viii) Please disclose Mr Ching's specific area of expertise in developing blockchain technology in his current company and elaborate specifically how this area of the blockchain "pioneer" technology?

Company's Response

Mr. Ching assisted Xmax to enter partnership with Bitmain and Cannan, which are the top 2 bitcoin Application-Specific Integrated Circuit ("**ASIC**") producers, for purchase of ASIC machines. Since then the company has developed its businesses such as bitcoin mining and facility construction.

Xmax has also developed its mobile app which it's users can conveniently trade their hashpower (i.e. the speed at which a compute is completing an operation in the Crypto code) and monitor their daily mining output. The mobile app functions are run on smart contracts (i.e. computer protocol intended to digitally facilitate, verify, or enforce the negotiation or performance of a contract), which is the first of its kind.

BY ORDER OF THE BOARD

Peng Weile
Executive Director
31 July 2019