

FORISE INTERNATIONAL LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 200804077W)

ENTRY INTO JOINT VENTURE BY FORISE INTERNATIONAL LIMITED

The Directors of Forise International Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wish to announce that the Company has on 3 October 2019 entered into a joint venture agreement (the “**JVA**”) with Prisma AI Corporation Pte. Ltd. (the “**JV Partner**”).

The JV Partner is a private company limited by shares incorporated in Singapore. It is the holding company of a group that provides various IT solutions including IT solutions-based security. Originally founded in Germany, the JV Partner’s group designed IT solutions-based security for governments and the private sector. Its clients include globally-recognised names such as BMW, Ikea and Vodaphone. Its IT solutions-based security, such as its visual recognition system used in CCTV cameras, is designed for areas frequented by the public and that are sensitive, including without limitation airports, seaports, underground transport and other public areas where extensive CCTV coverage exists.

The joint venture company, Prisma Technologies Pte. Ltd. (the “**JVC**”), will have a total issued and paid-up share capital of S\$1,000 divided into 100,000 shares. The JVC will be engaged in the business of providing corporate and financial solutions, advisory services and management consulting services in the area of information technology specifically in visual security (the “**JVC Business**”).

The JVA was entered into by the Company in its ordinary course of business and the JVC Business falls within the existing core business of the Group which comprises the provision of strategic planning, corporate advisory, financial restructuring advisory and management consultancy services.

Upon the incorporation, the JVC will be a subsidiary of the Group. After the incorporation of the JVC, the JV Partner shall assign the management of its visual-based contracts for airport, metro railways, highways and infrastructure projects to the Company and, in compensation of the working capital incurred by Prisma and the loss of profit, the Company will pay S\$4 million to the JV Partner.

Pursuant to the JVA, the Company will hold an equity interest of 50.1% and the JV Partner will hold an equity interest of 49.9% respectively in the JVC. The contribution of the equity interest by the Company will be funded through the Group’s internal resources and entering into the JVA is not expected to have a material impact on the consolidated net tangible assets per share and consolidated earnings per share of the Group for the current financial year.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company), in the above.

BY ORDER OF THE BOARD

Leo Peng Weile
Executive Director

3 October 2019