

## **Forise International Limited**

Company Registration No. 200804077W  
(Incorporated in the Republic of Singapore)

---

### **QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE SGX-ST LISTING MANUAL**

---

#### **BACKGROUND**

Forise International Limited (the “Company”, together with its subsidiaries, the “Group”) was placed on the watch-list pursuant to Rule 1311 of the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual (the “Listing Manual”) with effect from 4 March 2015.

Pursuant to Rule 1313(2) of the SGX-ST Listing Manual, the Board of Directors (the “Board”) of the Company wishes to provide an update on the Group’s financial position for the fourth quarter ended 31 December 2016 (“4Q 2016”).

#### **UPDATE ON UNAUDITED FINANCIAL POSITION**

The Group’s Group revenue for the financial year ended 31 December 2016 (“FY2016”) increased by RMB90.41 million, from RMB0.86 million for the financial year ended 31 December 2015 (“FY2015”). This was mainly due to the trading business and commencement of the New Business with revenue of RMB5.04 million in FY2016. The Group also recorded an unaudited profit before tax of RMB292.11 million in FY2016 and RMB2.17 million in 4Q 2016 as compared to losses of RMB10.32 million and RMB14.75 million in FY2015 and 4Q 2015 respectively.

As announced in the Company’s financial results for the year ended 31 December 2016, the Company will continue its trading business. However, the Company notes that it is increasingly challenging due to the changing competitive conditions in this industry, the weakening of both the PRC and global economy, and trade protectionism which has affected trading businesses. The Company expects that the abovementioned factors will also affect impact the Group’s modest trading business.

The Group has also commenced the business of providing strategic planning, corporate advisory, financial restructuring advisory and management consulting services (“New Business”). This New Business comprised mainly of referral fees and has generated recognized revenue of RMB5.04 million.

#### **UPDATE ON FUTURE DIRECTION**

The Group strategy will focus on the New Business and continue to develop and expand the business.

On 21 January 2017, the Company also announced i) a memorandum of understanding (“MOU”) entered into with Emerald Investment Management Pte Ltd to establish a joint venture company to undertake the business of fund and asset management in Singapore; and ii) the possible acquisition of a factoring company in the People’s Republic of China. Although discussions are on-going, these transactions are in preliminary stages and subject to requisite approvals, including regulatory approval/licensing.

The Group will continue to source for other business opportunities to expand and enhance the performance and net asset value of the Group.

#### **OTHER MATERIAL DEVELOPMENTS**

The Company will update shareholders on any other material developments and will make such necessary announcements as and when appropriate.

#### **BY ORDER OF THE BOARD**

Leo Peng WeiLe  
Executive Director  
28 February 2017