



FORELAND FABRICTECH HOLDINGS LIMITED

(Incorporated in Bermuda with company registration no. 39151)

RESPONSES TO SGX QUERIES

The Board of Directors of Foreland Fabrictech Holdings Limited (the “Company”, together with its subsidiaries, the “Group”) wishes to announce its responses to the queries raised by the Singapore Exchange Securities Trading Limited (“SGX”) in connection with the announcement made by the Company on 17 April 2014, 4 April 2014 and 17 May 2013 (the “Announcements”).

Terms used in this announcement which are not otherwise defined herein shall bear the same meaning as ascribed to them in the Announcements.

Query 1

We refer to the Company’s announcement of 17 April 2014 on the appointment of Mr Chen Chaoying (“Mr Chen”) as Non-Executive Director of the Company. On disclosure relating to Mr Chen’s working experience, it was stated: “2002 – Present: Partner & General Manager, Quanzhou Siweite Management Consultancy Co. Ltd.” The Company disclosed that “The Board has reviewed Mr Chen’s background, qualifications and experience and is of the view that he will bring valuable experience and insight that would be important to the interest of the Company.” Please elaborate on the “background, qualifications and experience” that the Board considered as valuable experience and insight that would be important to the interest of the Company and provide details of such qualifications and experience. Please also elaborate on the business activities of Quanzhou Siweite Management Consultancy Co. Ltd. and the type of consultancy provided by Mr Chen.

Company’s response to Query 1

Mr. Chen is a Certified Management Consultant in the People’s Republic of China (“PRC”), which was accredited in 2003. He graduated from Fuzhou University in 1983 with a degree in Applied Mathematics. To improve his knowledge, he then studied and graduated from Xiamen University in 1987 with a degree in business administrations. He had been employed by various enterprises in the PRC as a manager or above since 1983. In 2002, he joined Quanzhou Siweite Management Consultancy Co. Ltd (“Quanzhou Siweite”) as a partner and general manager. The business activity of Quanzhou Siweite is to provide management consultancy services to enterprises in the PRC. In the past 10 years, Mr. Chen had handled more than more than ten (10) management consultant projects, i.e. corporate reorganization, enhancement in human

resources function, pre-IPO planning, improvement of internal control system, branding management, operational management, etc. Given the foregoing, the Company believes that his experience in management consultancy field will bring valuable experience and insight that will be important to the Company.

Query 2

We refer to the Company's announcement of 4 April 2014 on the cessation of Mr Tan Chee Kian ("Mr Tan") as Independent Director of the Company due to differences in opinion with the management in relation to the handling of the dispute by Jiangxi Longdu ("Matter"). With the resignation of Mr Tan, we note the Company currently has only one Singapore-based independent director. Pursuant to Listing Rule 720(1), read with Listing Rule 221 which states that a foreign issuer must have at least two independent directors, resident in Singapore, please provide details whether the Company has taken steps to appoint another Singapore-based independent director. In view of the seriousness of the Matter and the importance of an independent director in such situation, please provide an update on this Matter.

Company's response to Query 2

Pursuant to the cessation of Mr. Tan Chee Kian as Independent Director of the Company on 4 April 2014, the Company has, through referrals from various sources, actively looking for a new Singapore-based independent director to fill up the vacancy. It has been the intention of the Company to appoint the new independent director by the end of May 2014 and necessary announcement will be made by the Company to update the shareholders on this matter.

Query 3

We refer to the Company's announcements of 17 May 2013 on the cessation of its Chief Financial Officer ("CFO"). On 18 July 2013, the Company updated that "it had interviewed several potential candidates... the Company will continue the search for the appropriate candidate." Please provide an update when the Company intends to appoint a new CFO noting that this position has been vacant for more than 11 months.

Company's response to Query 3

The Company has, at all times, intended to appoint a new Chief Financial Officer as early as possible and hence has been actively sourcing for a qualified candidate to fill up the vacancy since 17 May 2013. Whilst the management had interviewed several candidates who had the relevant qualifications and experience, but still no candidate was shortlisted and appointed by the Company till date, because of several reasons: high salary expectation and unwillingness to join the Company given the current difficult conditions faced by the Company.

Given the Chief Financial Officer is an important role to the Company and to ensure no constant change in such position in future, the Company wishes to appoint a qualified

candidate with the right attributes and the willingness to grow with the Company. In respect of the foregoing, the Company is therefore unable to provide a clear timeline regarding the appointment of the new Chief Financial Officer now. Nonetheless, the Company will continue its relentless efforts to look for the right candidate to be the Company's Chief Financial Officer and necessary announcement will be made by the Company to update the shareholders on this matter.

In the interim, the Financial Controller of the Company, will continue to oversee all accounting and financial reporting activities of the Group.

By Order of the Board

Tsoi Kin Chit
Executive Chairman
23 April 2014