



FUNG CHOI MEDIA GROUP LIMITED
(JOINT PROVISIONAL LIQUIDATORS APPOINTED)
(“COMPANY”)
(Incorporated in Bermuda)

UPDATE ON WORK UNDERTAKEN BY JPLS

The Company refers to the announcement made on 15 April 2015 in respect of the appointment of the JPLs. Capitalised terms defined in the announcement dated 15 April 2015 have the same meaning in this announcement.

The Company makes this announcement pursuant to Listing Rule 704(23) which requires the Company to announce a monthly update regarding the Company’s financial situation, including:

- (a) the state of any negotiations between the Company and its principal bankers or trustee; and
- (b) the Company's future direction, or other material development that may have a significant impact on the issuer's financial position.

Work undertaken by the JPLs

Since their appointment, the JPLs have obtained limited information and documents of the Company and its subsidiaries (together “**Group**”) from the independent directors and the non-executive director of the Company which were in their possession in Singapore. The books and records of the Group have been kept by the executive directors of the Company in the PRC.

The JPLs wrote to the executive directors of the Company, Ms Lai Yuen Ling and Mr Xiang Mingxi (“**Executive Directors**”) and informed them of the appointment of the JPLs and requested that they deliver all property, books and records of the Group to the JPLs. The Executive Directors have failed to reply the JPLs. The JPLs attempted to contact and locate the Executive Directors without success.

The JPLs’ investigation indicates that other than Fung Choi Printing Limited (“**FCPL**”) which is now under receivership and FCPL’s 14 subsidiaries and investee companies, the Company has 5 subsidiaries in the BVI, 2 subsidiaries in Hong Kong and 4 subsidiaries in the PRC (“**PRC Subsidiaries**”). The JPLs have taken control of the subsidiaries in the BVI and Hong Kong.

The JPLs passed the necessary shareholder resolutions to appoint their representatives as legal representatives and directors of the 4 PRC Subsidiaries in place of the existing legal representatives and directors. This change of legal representatives and directors requires registration with the Administrations for Industry and Commerce (“AICs”). Such registration requires (at least) the company chops and business licenses of the PRC Subsidiaries.

The JPLs believe that the property, books and records of the PRC Subsidiaries, including their company chops and business licenses, are being kept by the Executive Directors and they have failed to hand them over to the JPLs. The JPLs are seeking legal advice in relation to PRC court application in order to obtain these company chops and business licenses and register the change of legal representatives and directors with the AICs.

The Company holds 40.8% of the share capital of Rising UAD Limited (“**Rising UAD**”). The principal activities of Rising UAD are investment holding and designing and selling of commercial signages and display counters or shelves. It primarily conducts its businesses in Hong Kong and through its subsidiaries in Zhongshan, Shanghai, Hainan and Zhengzhou. The JPLs has requested financial information and supporting documentation from Rising UAD and are waiting for their reply.

Information and documents in respect of the Company available to the JPLs to date is very limited. The JPLs do not have complete and updated financial statements, financial records and supporting documents of the Group.

The JPLs are seeking legal advice in relation to court applications in Hong Kong and in the PRC in order to obtain possession of the Group’s property, books and records. The JPLs will continue their investigation in order to establish the financial position of the Group.

Listing Status

The JPLs have been seeking expression of interest for the Company’s listing status in the SGX and made advertisement seeking expression of interest on 21 July 2015.

The JPLs have received some enquiries in respect of the Company’s listing status. The JPLs have not yet received any offer.

Winding-up Petition of the Company

The appointment of the JPLs was resulted from the winding-up petition (“**Petition**”) filed by BCA Best Business Service Limited (“**Bondholder**”) with the Supreme Court of Bermuda on 20 March 2015 to wind up the Company in relation to an outstanding debt of USD43,939,101 due by the Company to the Bondholder.

There is not any negotiation between the Company and the Bondholder in respect of the outstanding debt.

Hearing of the Petition has been adjourned to 16 October 2015.

The Bondholder awaits any restructuring proposal that the JPLs can identify.

Time Extension for Result Announcements

In light of the above, the Company have not yet been able to comply with Rule 705(1) and Rule 705 (2) of the Listing Manual (“SGX-ST Requirements”), including making its first quarter, half year, third quarter and full year financial result announcements for FY2015.

The JPLs have not yet been able to comply with the SGX-ST Requirements because:

1. the JPLs have not been able to obtain the necessary financial records and supporting documentation in order to ascertain and establish the financial position of the Group and prepare the accounts of the Group; and
2. the Company has not yet obtained the necessary financial resources to comply with the SGX-ST Requirements.

In light of this, the JPLs are seeking approval from SGX for an extension of time until 31 January 2016 in order for the JPLs to:

1. secure an offer for the listing status of the Company and obtain the necessary financial resources;
2. ascertain and establish the financial position of the Group; and
3. comply with the SGX-ST Requirements.

The Company will make further announcements to keep its shareholders updated on any material developments on a timely basis.

Submitted by the Joint Provisional Liquidator
For and On Behalf of the Company

Michael Chan
Joint Provisional Liquidator

19 August 2015