



CFM HOLDINGS LIMITED

(Incorporated in Singapore under Registration No. 200003708R)

PROFIT GUIDANCE FOR THE GROUP'S UNAUDITED HALF YEAR FINANCIAL RESULTS FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2015

The Board of Directors (the "**Board**") of CFM Holdings Limited (the "**Company**", and together with its subsidiaries, collectively the "**Group**") wishes to issue a profit guidance for the six month financial period ended 31 December 2015 ("**HY2016**").

Based on the preliminary figures, the Group expects to record a higher net loss after tax again for HY2016 as per the previous corresponding financial period ended 31 December 2014 ("**HY2015**") mainly due to the following reasons:

- (1) Higher provision for stock obsolescence due to certain products are no longer in production and the materials are not usable for other existing productions;
- (2) Higher provision for doubtful debts due to much slower than expected repayment of receivables by some of the customers;
- (3) Decline in revenue due to lower demand from key customers for metal stamping operations; and
- (4) Higher professional fee incurred in connection with the TOP matter (mainly for consultants of the project and legal advisor) as announced on 22 May 2015, 1 July 2015, 9 July 2015, 17 July 2015, 17 September 2015, 30 October 2015 and 2 December 2015.

Further details of the Group's performance will be disclosed when the Company announces its unaudited financial results for HY2016 on or before 14 February 2016.

In the meantime, shareholders and investors are advised to exercise caution when dealing in the Company's shares ("Shares"). When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company's securities.

BY ORDER OF THE BOARD

Janet Lim Fong Li
Executive Director & Chief Executive Officer
22 January 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**Exchange**"). The Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

*The contact person for the Sponsor is Ms Foo Quee Yin.
Telephone number: 6221 0271*