



Forterra Trust

(a business trust registered in the Republic of Singapore)
(managed by Forterra Real Estate Pte. Ltd.)

DISCLOSURE PURSUANT TO RULE 704(31) OF THE LISTING MANUAL

Pursuant to Rule 704(31) of the Listing Manual of Singapore Exchange Securities Trading Limited, the Board of Directors (the "**Directors**") of Forterra Real Estate Pte. Ltd., acting in its capacity as the trustee-manager (the "**Trustee-Manager**") of Forterra Trust ("**Forterra**"), wishes to announce that the Trustee-Manager has entered into an interest rate swap facility (the "**Swap Facility**") on 14 August 2014.

Under the terms of the Swap Facility, if Nan Fung International Holdings Limited, a holding company of the Trustee-Manager, ceases to own, whether directly or indirectly through its subsidiaries or nominees:

- (a) 100 per cent. of the paid-up share capital of the Trustee-Manager; or
- (b) at least 25 per cent of the total number of issued units of Forterra, (collectively, the "**Covenants**")

the Swap Facility may be early terminated at the option of the swap counterparty upon seven (7) calendar days' prior written notice to Forterra.

As at the date of this announcement, the Covenants have not been triggered.

In the event of the early termination, Forterra may be required to make payment to the swap counterparty or may be entitled to receive payment from the swap counterparty, and such amount which may be payable in each case (if any) cannot be determined in advance as it will depend on various factors at the time of early termination, including the remaining tenor(s) of the relevant swap transaction(s) and the relevant market rates under the then prevailing circumstances.

In the event Forterra fails to meet its early termination payment obligations, then the aggregate level of facilities of Forterra that may be affected by such failure to pay, as at the date of this announcement, is approximately S\$676 million (this figure does not take into account any amount which may be payable to or by the swap counterparty under the Swap Facility in the event of early termination of the Swap Facility).

By ORDER OF THE BOARD

Forterra Real Estate Pte. Ltd.
(as trustee-manager of Forterra Trust)
(Company registration no: 201003233M)

Eric Chung Chun Kwong
Non-Executive Director and Chairman of the Board

14 August 2014

IMPORTANT NOTICE

The value of units in Forterra Trust ("Units") and the income derived from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by the Trustee-Manager, or any of its affiliates. An investment in the Units is subject to investment risks, including the possible loss of the principal amount invested. Investors will have no right to request that the Trustee-Manager redeem or purchase the Units while the Units are listed on Singapore Exchange Securities Trading Limited (the "SGX-ST"). It is intended that holders of the Units may only deal in their Units through trading on the SGX-ST. Listing of the Units on the SGX-ST does not guarantee a liquid market for the Units. The past performance of Forterra Trust is not necessarily indicative of the future performance of Forterra Trust.