



Fabchem China Limited

Registration Number: 200413128G
(Incorporated in the Republic of Singapore on 12 October 2004)

Invitation in respect of 59,000,000 New Shares comprising:-

(a) 1,500,000 Offer Shares at an Issue Price of S\$0.32 each by way of public offer; and

(b) 57,500,000 Placement Shares by way of placement, comprising:-

(i) 57,300,000 Placement Shares at an Issue Price of S\$0.32 each; and

(ii) 200,000 Reserved Shares at an Issue Price of S\$0.32 each reserved for our Independent Directors and employees,

payable in full on application.

The Board of Directors of Fabchem China Limited (the "Company") is pleased to announce that, as at the close of the Application List at 12.00 noon on 12 April 2006, there were 11,222 valid applications for the 1,500,000 Offer Shares available to the public for subscription. In total, these applicants applied for an aggregate of 678,161,000 Offer Shares, with application monies received amounting to approximately \$217.0 million.

All the 57,500,000 Placement Shares (including 200,000 Reserved Shares) have been validly subscribed for. Application monies received for these Placement Shares (including Reserved Shares) amounted to \$18.4 million.

Based on the total Invitation size of 59,000,000 New Shares and the total valid applications amounting to 735,661,000 New Shares (comprising valid applications received for 678,161,000 Offer Shares, 57,300,000 Placement Shares and 200,000 Reserved Shares), the Invitation was approximately 12.5 times subscribed.

To ensure a reasonable spread of shareholders, the Board of Directors of the Company has decided on the following basis of allotment for the Offer Shares:-

Range of Offer Shares Applied for ('000)	Balloting Ratio	No. of Offer Shares Allotted per Successful Applicant ('000)	Percentage of Total No. of Offer Shares Available to the Public (%)	No. of Successful Applicants
1 to 9	3 : 99	1	4.33	65
10 to 49	5 : 99	1	15.27	229
50 to 99	7 : 99	2	14.00	105
100 to 499	9 : 99	3	48.20	241
500 to 999	12 : 99	5	9.33	28
1,000 and above	15 : 99	7	8.87	19
			100.00	687

The spread of places for the 57,300,000 Placement Shares is as follows:-

Range of Placement Shares Applied for ('000)	No. of Places
1 to 9	174
10 to 49	136
50 to 99	76
100 to 499	82
500 to 999	1
1,000 and above	16
	485

All the 200,000 Reserved Shares were fully taken up by the Independent Directors and employees. The spread of applicants for the Reserved Shares is as follows:-

Range of Reserved Shares Applied for ('000)	No. of Applicants
1 to 9	0
10 to 49	1
50 to 99	3
100 and above	0
	4

The Company's Independent Directors, namely Ong Tai Tiong Desmond and Lim Hui Min John, were each offered 60,000 Reserved Shares and these have been fully subscribed for by them.

Pursuant to Rule 232 and Rule 240 of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual (the "Listing Rules") and to the best knowledge of HL Bank (the "Manager"), after having taken all reasonable steps to obtain the necessary confirmations from the prescribed parties specified under the Listing Rules and to ensure accuracy of the same, the Manager is not aware of any such persons or institutions who have applied for the New Shares (other than the afore-disclosed Independent Directors who have subscribed for and been allotted Reserved Shares). Should it subsequently come to the attention of the Manager that there are such persons who have been allotted the New Shares, an appropriate announcement, via SGXNET, will be made by the Company before trading commences on 17 April 2006.

The following parties have been allotted an aggregate of 5% or more of the New Shares:-

Name of Holders	No. of Placement Shares	Percentage of New Shares	Circumstances giving rise to the Allotment
Goh Thiam Poh Tommie	6,200,000	10.5%	Allotted under Placement tranche
Invesco Hong Kong Ltd	2,950,000	5.0%	Allotted under Placement tranche

The Company's Shares will commence trading on 17 April 2006. There will be NO trading on a "when-issued" basis.

Unsuccessful applications using printed Application Forms, together with the full amount of the application monies (without interest or any share of revenue or other benefit arising therefrom), are expected to be returned by ordinary post within 24 hours of balloting, at the applicants' own risk. For unsuccessful Electronic Applications, it is expected that the full amount of the application monies (without interest or any share of revenue or other benefit arising therefrom) will be credited to the applicants' accounts with their respective Participating Banks within 24 hours of balloting.

In respect of partially successful applications, the balance of the application monies is expected to be refunded (without interest or any share of revenue or other benefit arising therefrom) to the applicants, by ordinary post at their own risk (in the case of applications made using printed Application Forms) or through the crediting of the relevant amount to the applicants' accounts with their respective Participating Banks (in the case of Electronic Applications) within 14 days after the close of the Application List. Applicants may call The Central Depository (Pte) Limited ("CDP") at 6535 7511 using their T-PIN and keying in the stock code: 3167 for enquiries on the status of their applications. To sign up for the service, applicants may contact CDP customer service officers for an application form.

The Board of Directors of the Company is pleased to advise that Central Provident Fund ("CPF") members may, with effect from the date on which the Company's Shares are traded as indicated above, use their CPF Ordinary Account savings (up to 35% of investible savings) to purchase the Company's Shares under and subject to the requirements of the CPF Investment Scheme – Ordinary Account (CPFIS-OA).

The Board of Directors of the Company wishes to thank all applicants who have applied for the New Shares, the relevant authorities and all who have helped in one way or another in the Company's initial public offering, for their support and assistance.

Issued by
HL BANK

For and on behalf of
FABCHEM CHINA LIMITED

13 April 2006

Terms used in this advertisement which are defined in the Prospectus shall have (unless otherwise stated) the same meanings as defined in the Prospectus.