



Fabchem China Limited

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”)

The Board of Directors (the “Board”) of Fabchem China Limited (the “Company” and together with its subsidiaries, the “Group”) refers to its announcements dated 4 December 2018 in relation to the notification of 3 consecutive years pre-tax losses (“Financial Entry Criteria”) pursuant to Listing Rule 1311 with effect from 5 December 2018.

Pursuant to Rule 1313(2) of the Listing Manual of the SGX-ST, the Company must, for the period in which it remains on the Watch-list, provide the market with a quarterly update on its efforts and the progress made in meeting the exit criterion of the Watch-list.

Please refer to the Company’s announcement on 30 July 2020 on the unaudited financial statements of the Group for the full year ended 31 March 2020 for an update on the Group’s financial position and the Company’s announcement on 31 January 2019 for the update on the proposed acquisition of Shandong Laizhou Ping’an Commercial Explosives Co., Ltd. (“Laizhou Ping’an”).

The Company would also like to caution Shareholders that due to the fluidity of the existing COVID-19 global pandemic, the Group may face unforeseen challenges during the current financial year ending 31 March 2021. The Company endeavours to keep Shareholders duly informed of any subsequent material developments.

There is no other material development that may have a significant impact on the movement of the Company’s share price that would affect its position on the Watch-list. Other than the Company’s announcements on 18 June 2018 and 31 January 2019 on the proposed acquisition of Laizhou Ping’an, the Company will continue to explore to seek growth through other strategic acquisitions, joint ventures and alliances in addition to organic growth.

The Company will continue to make efforts and consider various options to meet the requirements of the MTP Exit Criteria under Rule 1314 of the SGX-ST’s Listing Manual and will update Shareholders should there be further developments in due course.

By Order of the Board

Bao Hongwei
Managing Director
4 September 2020