

## QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

The Board of Directors (the "Board") of Fabchem China Limited (the "Company" and together with its subsidiary, the "Group") refers to its announcement dated 5 June 2017 in relation to the notification of inclusion on the Watch-list pursuant to the Minimum Trading Price ("MTP") Entry Criteria pursuant to Listing Rule 1311(2) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST") with effect from 5 June 2017.

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 11 August 2017 on the unaudited financial statements of the Group for the first quarter ended 30 June 2017 for an update on the Group's financial position.

There is no 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. In addition to pursuing organic growth, the Group will continue to explore other business opportunities through strategic acquisitions, joint ventures and alliances.

The Company will continue to make efforts and consider various options to meet the requirements of the MTP Exit Criteria under Rule 1314(2) of the SGX-ST's Listing Manual and will update shareholders in due course.

By Order of the Board

Dr Lim Seck Yeow Non-Executive Chairman 11 August 2017

