

FABCHEM CHINA LIMITED

MISCELLANEOUS ANNOUNCEMENT

The Board of Directors ("the Board") of Fabchem China Limited ("the Company") wishes to announce that, following the announcement dated 19 September 2006 with respect to the cessation of the Preliminary Exclusive Discussions with a party, it has come to the Board's attention that the controlling shareholders of the Company have entered into an exclusivity agreement on 29 September 2006 for the purposes of exclusive discussions with another party in connection with the potential acquisition of shares in the capital of the Company. However, there is no certainty that any proposal, offer or transaction will result from these events.

The Company will make an appropriate announcement at the relevant time should circumstances merit such an announcement. In the meantime, the Board of Directors wishes to make this announcement to avoid the establishment of a false market in the Company's shares.

The directors of the Company (including those who have delegated detailed supervision of this announcement) have taken all reasonable care to ensure that the facts stated in this announcement are fair and accurate and that no material facts have been omitted from this announcement, and they jointly and severally accept responsibility accordingly.

The initial public offering for the shares of Fabchem China Limited was sponsored by HL BANK (the "Manager"). The Manager assumes no responsibility for the contents of this announcement.

By Order of the Board

Dr Lim Seck Yeow
Non Executive Chairman

29 September 2006