

FABCHEM CHINA LIMITED

MISCELLANEOUS ANNOUNCEMENT

The Board of Directors ("the Board") of Fabchem China Limited ("the Company") has noted that trading volumes and the Company's share price has moved upwards today. In connection therewith, the Board wishes to make the following announcement.

Following the announcement on 10th November 2006 that the parties have proceeded to secondary discussions after initial stages of enquiries have been made, in connection with a potential acquisition of shares in the capital of the Company, the Board wishes to announce that no agreement has been reached between the parties todate. Accordingly, 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

17th November 2006