



Fabchem China Limited

DIVIDEND POLICY

The Board of Directors (the “Board”) of Fabchem China Limited (the “Company”, and together with its subsidiaries, the “Group”) is pleased to announce that the Company has adopted a dividend policy in respect of any future dividends to be paid by the Company.

The Board will recommend and distribute at least 10% of the Group’s net profit attributable to shareholders (“Net Profit”) as dividends for future financial years commencing from financial year ending 31 March 2010.

The Board shall have the right to review the dividend policy from time to time as it deems fit according to its financial and business development requirements.

Shareholders should note that the intention to recommend the aforesaid dividends should not be treated as a legal obligation on the Company nor should it be treated as an indication of the Company’s future dividend policy.

By Order of the Board

Dr Lim Seck Yeow
Non Executive Chairman
7 August 2009

