



FABCHEM CHINA LIMITED

Company Registration No. 200413128G
(Incorporated in the Republic of Singapore)

UPDATE ON PROPOSED DISPOSAL AND PROPOSED CAPITAL REDUCTION

**RECEIPT OF SGX-ST'S NO-OBJECTION TO THE CONTINUED TRADING OF SHARES
UNDER LISTING RULE 1018(1)**

The board of directors ("**Board**" or "**Directors**") of Fabchem China Limited ("**Company**", and together with its subsidiaries, the "**Group**") refers to its circular to Shareholders dated 22 September 2021 ("**Circular**") released via SGXNet on 22 September 2021. Unless otherwise defined herein or the context otherwise lends itself, all capitalised terms and references shall bear the same meanings as defined in the Circular.

With reference to Section 7.1 of the Circular, the Company wishes to update Shareholders that it has on 5 October 2021, been notified by the SGX-ST that the SGX-ST has no objection to allow the continued trading in the Company's securities after the completion of the Proposed Disposal subject to the following conditions:

- (a) the Company providing monthly valuation of its assets and utilization of cash, and quarterly updates of milestones in obtaining a new business to the market via SGXNET; and
- (b) the disclosure via SGXNet of contractual undertakings from Company's directors, controlling shareholders, chief executive officer and their associates to observe a moratorium on the transfer or disposal of all their interests, direct and indirect, in the securities of the Company for the period commencing on the date which Shareholders approve the Proposed Disposal, up to and including the date on which the Company completes the acquisition of a new business which is able to satisfy the SGX-ST's requirement for a new listing.

The Company will comply with condition (a) above and condition (b) above has been satisfied by disclosure in Section 3.5 of the Circular.

Shareholders should note that the SGX-ST reserves the right to amend and/or vary the above decision and such decision is subject to changes in the SGX-ST's policies.

Shareholders and investors are advised to exercise caution when dealing in their Shares and to read this announcement and any further announcement(s) by the Company carefully, as the Proposed Disposal and Proposed Capital Reduction are subject to approval of the Shareholders at the EGM and there is no certainty or assurance, as at the date of this announcement, as to whether they may proceed to completion. Shareholders and investors should consult their stockbrokers, solicitors or other professional advisers if they have any doubts about the action they should take.

By order of the Board
Fabchem China Limited

Wee Phui Gam
Acting Chairman and Lead Independent Director
6 October 2021