



QIAN HU CORPORATION LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No: 199806124N)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Qian Hu Corporation Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) was placed on the Watch-list under the minimum trading price (“**MTP**”) entry criteria pursuant to Listing Rule 1311(2) of the Listing Manual (the “**Listing Manual**”) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 5 June 2017.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the “**Board**”) wishes to provide an update of the efforts made in meeting the MTP exit criteria as set out in Rule 1314(2) of the Listing Manual as at 17 October 2017.

Update on Unaudited Financial Performance and Financial Position

For the third quarter and for the nine months ended 30 September 2017, the Group’s revenue increased by approximately 14.4% and 12.7% respectively, as compared to the corresponding periods in 2016. All business segments registered improvement in revenue contribution during the reporting periods.

In line with the higher overall revenue contribution, the Group’s profit attributable to the owners of the Company increased by approximately \$0.1 million and \$0.2 million for the third quarter and for the nine months ended 30 September 2017 respectively, as compared to the corresponding periods in 2016, with the considerable improvement in profit generated from the Group’s accessories business. The positive contribution from the Group’s new edible fish business in the Hainan Province, has also lifted the revenue and profitability registered by its ornamental fish business in the third quarter of 2017.

For more details on the results and financial position of the Group and of the Company, please refer to the unaudited financial statements for the third quarter and for the nine months ended 30 September 2017 released via SGXNET on 17 October 2017.

Update on Future Direction

The Board has reviewed the options available to the Company to meet the MTP exit criteria, taking into consideration the various factors, including current tepid market conditions and uncertainty in the global economy. The Board is of the view that it is not the appropriate time to make a decision as to which option will best serve the interests of the shareholders of the Company at this point in time.

The Board is monitoring the situation closely and will continue to explore all options to seek an exit from the MTP Watch-list within 36 months from 5 June 2017. The Company will keep the shareholders informed of the outcome of the Board’s review.

The Company is due to issue its audited full-year financial statements for the year ending 31 December 2017 via SGXNET on 12 January 2018, which will provide a latest update on the financial position of the Group and of the Company, as well as any material developments that may have an impact on its financial situation.

BY ORDER OF THE BOARD

Kenny Yap Kim Lee
Executive Chairman and Managing Director
17 October 2017