



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 16 April 2018.

Update on Unaudited Financial Performance and Financial Position

The Group reported a total revenue of \$21.6 million in the first quarter of 2018, which was comparable to that of its corresponding period in 2017.

In line with the flat growth in overall revenue contribution, the Group’s profit attributable to the owners of the Company remained stable year-on-year. The positive contribution from the Group’s new edible fish business in the Hainan Province, has lifted the revenue and profitability registered by its ornamental fish business in the first quarter of 2018. Nonetheless, the keen market competition faced by its plastics business had affected the revenue and profit contribution from this business segment in the current quarter.

For more details on the results and financial position of the Group and of the Company, please refer to the unaudited financial statements announcement for the first quarter ended 31 March 2018 released via SGXNET on 16 April 2018.

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.

BY ORDER OF THE BOARD

Kenny Yap Kim Lee
Executive Chairman and Managing Director
16 April 2018