



FORELAND FABRICTECH HOLDINGS LIMITED
(Incorporated in Bermuda with Company Registration No. 39151)

BUSINESS UPDATE

In anticipation of the announcement of the unaudited financial results for the first quarter ended 31 March 2010 ("1Q 2010"), the Board of Directors of Foreland Fabrictech Holdings Limited (the "Company", and together with its subsidiaries, the "Group") deems it appropriate to provide a business update for the benefit of shareholders of the Company.

Generally, the demand in textile industry in 1Q 2010 remains weak from the last financial year. The sluggish demand for higher grade textile products which command a better profit margin, had led to lower overall profit which impacted the Group's results. It is anticipated that the Group will report a significantly lower net profit for 1Q 2010 than that of 1Q 2009.

Nevertheless, the Group will strive to develop better and more competitive products to enhance our profitability. New and/or improved products will be launched at timely intervals to meet/cater for the market demand. In addition, we will continue to actively seek other profitable opportunities for the Group.

The Company will disclose further details when it announces its unaudited financial results for 1Q 2010 on or before 15 May 2010.