



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 third quarter ended 30 September 2009 ("3Q 2009"), 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.

In 3Q 2009 the Group has continued to see signs of weakened demand in the textile industry, increased competition amongst PRC manufacturers, and unstable global economy and financial environment. The Group expects that the revenue of the Group will decrease and lead to lower profits as compared to the previous corresponding quarter. As such, the Group will continue to be prudent in its cost management effort and improving operational efficiency, particularly in view of rising material cost in order to remain profitable.

Pursuant to our full year results announcement for the year ended 31 December 2008, the current financial year remains a challenging and tough year for textile manufacturers (including the Group) in the PRC. Nevertheless, the Group will continue to develop better and more competitive products which will be launched at timely intervals to enhance its market's share and profitability.

The Company will disclose further details when it announces its unaudited financial results for 3Q 2009 on or before 15 November 2009.