

General Announcement (Reply to Query)

Company Name : **FREIGHT MANAGEMENT HOLDINGS BHD**
Stock Name : **FREIGHT**
Date : **1 December 2014**
Type : **Others**
Subject : **Freight Management Holdings Bhd**
- **Joint Venture in Dubai (Jebel Ali Free Trade Zone)**

Contents

Unless otherwise defined herein, all terms and acronyms used herein shall be the same as those defined in the Company's announcement dated 26 November 2014.

We refer to the letter dated 28 November 2014 received from Bursa Malaysia Securities Berhad and provide the following additional information:-

1. The authorised share capital and paid-up share capital of FZCO in Malaysian Ringgit equivalent is RM913,000.00 based on the currency exchange rate of AED1:RM0.913 on 26 November 2014.
2. The eventual issued and paid-up capital of FZCO would be AED1,000,000.00 equivalent to RM913,000.00.
3. The highest percentage ratio applicable to the joint-venture pursuant to paragraph 10.02(g) of the Main Market Listing Requirements is 0.25%, i.e. less than 5%.
4. The joint-venture was not subject to the approval of the authority of the People's Republic of China and further approval from the authority of the United Arab Emirates as the joint-venture company which was incorporated on 26 November 2014 was already approved under the laws of Jebel Ali Free Zone Authority. The Company had received the notification of the incorporation of the joint-venture company on 30 November 2014.
5. Both FMGLV and AFICL entered into the joint-venture with the intention of targeting to penetrate into the Middle East and North Africa market, to improve the services and capabilities for their customers and developing a key platform for their network. FMGLV role in the joint-venture will be an active joint-venture partner.
6. The risks in relation to the joint-venture in the FZCO is exposing to new business environment.

Query Letter Content

We refer to the Company's announcement dated 26 November 2014 in respect of the abovementioned matter.

In this regard, kindly furnish Bursa Malaysia Securities Berhad ("Bursa Securities") with the following additional information for public release:-

1. The authorised share capital and paid-up share capital of FZCO in Malaysian Ringgit equivalent, based on the currency exchange rate used and date of exchange rate.
2. The eventual issued and paid-up capital of FZCO.
3. The highest percentage ratio applicable to the joint-venture pursuant to paragraph 10.02(g) of the Main Market Listing Requirements.

4. Whether the joint-venture is subject to the approval of the government authorities China and United Arab Emirates and if so, the estimated time frame for submission of the application to the relevant authorities.
5. The role of FM Global Logistics Ventures Sdn. Bhd. in the joint-venture.
6. The risks in relation to the joint venture in the FZCO.

Kindly furnish Bursa Securities with your reply within one (1) market day from the date hereof.

Yours faithfully,

TAN YEW ENG

Vice President, Issuers
Listing Division
Regulation

TYE/YLS

c.c:- Head, Market Surveillance Department, Market Supervision Division, Securities Commission (via fax)