



**FOREFRONT GROUP LIMITED**

*(incorporated in the Cayman Islands with limited liability)*

**福方集團有限公司\***

**(Stock Code: 0885)**

**UNUSUAL PRICE & VOLUME MOVEMENTS**

We have noted the recent decrease in the price and increase in trading volume of the shares of the Company and wish to state that save as referred to below, the directors of the Company are not aware of any matter that might have resulted in the decrease in the price and increase in trading volume of the shares of the Company.

This statement is made at the request of The Stock Exchange of Hong Kong Limited.

We have noted the recent decrease in the price and increase in trading volume of the shares of the Company and wish to state that we are not aware of any reasons for such except for (i) the possible acquisition of a company holding equity interests in certain companies in the PRC (the “Target Group”) which operate, inter alia, an automobile repair and sales centre in Tianjin; (ii) the possible grant of a loan to the Target Group subject to completion of such acquisition and (iii) the termination of two distribution agreements dated 23 December 2005 between Forefront International (Hong Kong) Limited (“FIHK”), an indirect wholly-owned subsidiary of the Company and Scania CV Aktiebolag (“Scania”) giving FIHK the exclusive distributor rights for Scania truck, buses and related parts in relation to Hong Kong and Macau region with effect from 26 October 2008.

We confirm that, apart from the above, there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under rule 13.23 of the Listing Rules and neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

\* *For identification purposes only*

Made by the order of the Board of the Company the directors of which individually and jointly accept responsibility for the accuracy of this statement.

*As at the date of this announcement, the Board comprises eight executive Directors, namely, Ms. Yau Shum Tek, Cindy, Mr. Yeung Ming Kwong, Ms. Lo Oi Kwok, Sheree, Mr. Ting Wing Cheung, Sherman, Mr. Lam Kwan Sing, Mr. Louis Wen, Mr. Zhou Qi Jin and Mr. Zhuang You Dao; and four independent non-executive Directors, namely Mr. Chung Yuk Lun, Mr. Kwong Wai Tim, William, Ms. Lam Yan Fong, Flora and Ms. Kristi L Swartz.*

By Order of the Board  
**Forefront Group Limited**  
**Yeung Ming Kwong**  
*Executive Director*

Hong Kong, 15 October 2007