



FOREFRONT GROUP LIMITED

(incorporated in the Cayman Islands with limited liability)

福方集團有限公司*

(Stock Code: 0885)

TERMINATION OF DISTRIBUTORSHIP

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Reference are made to the announcements of the Company dated 8 October 2007 and 15 October 2007 regarding to the notice from Scania CV Aktiebolag (“Scania”) in respect of termination of two distribution agreements.

The Board of Directors would like to inform that the Company and its subsidiaries entered into two Asset Sale Agreements and one Memorandum of Understanding on 15 February 2008 (collectively “Agreements”) in relation to the disposal of certain assets in the approximately amount of HK\$16.3 million and a subsidiary in PRC in the approximately amount of HK\$2.2 million to a subsidiary of Scania. On completion of the Agreements, the distribution agreements as mentioned in the Company’s announcements dated 8 October 2007 and 15 October 2007 will be treated as expiry rather than original expiry from 26 October 2008.

As at the date of this announcement, the Board of the Company comprises seven executive Directors, namely, Ms. Yau Shum Tek, Cindy, Mr. Yeung Ming Kwong, Ms. Lo Oi Kwok, Sheree, Mr. Ting Wing Cheung, Sherman, 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.

For and on behalf of
Forefront Group Limited
Yeung Ming Kwong
Executive Director

18 February 2008

* *For identification purposes only*