



## FOREFRONT GROUP LIMITED

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

福方集團有限公司\*

(Stock Code: 0885)

### ANNOUNCEMENT

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 announcement of the Company dated 18 October 2007 (the “Announcement”) in relation to the advance of Loan to Leapfly. Unless otherwise defined, terms used in this announcement shall have the same meanings as those used in the Announcement.

In view of the improved living standard and household income in Tianjin, the Board convinced that there will be an increase in the demand of imported automobiles as well as the related maintenance and repairing services in Tianjin. On 14 March 2008, Crown Creation Limited (the “Lender”), an indirect wholly-owned subsidiary of the Company, entered into a loan agreement with Leapfly (the “Borrower”). Pursuant to the loan agreement, the Lender would advance the Loan in the principal amount of HK\$5,000,000 to the Borrower at the terms as announced on the Announcement and the Borrower will pass the Loan to the guarantor of the Loan to finance Tianjin JV to import more automobiles and expand its automobiles distribution, maintenance and repairing business. Mr. Zhuang You Dao, being the director of the Company and the substantial shareholder of Tianjin JV, would be the guarantor of the Loan to guarantee the repayment of the Loan and the interest owed by the Borrower and the due performance and observation of the terms and conditions in the loan agreement in the case of the Borrower’s default.

\* For identification purpose only

In the meantime, the Company advises Tianjin JV to liaise with the PRC authorities in relation to the obtaining of approvals that related to the Company's further capital injection and/ or loan financing to Tianjin JV.

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

Hong Kong, 14 March 2008

*As at the date of this announcement, the Board comprises six executive Directors, namely, 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.*