

NOTICE OF PROVISIONAL ALLOTMENT OF RIGHTS SHARES WITH WARRANTS

Terms defined in the Abridged Prospectus dated 16 June 2014 shall have the same meaning when used in this Notice of Provisional Allotment ("NPA") unless stated otherwise. The Rights Shares and Warrants (as defined herein respectively) are prescribed securities pursuant to Section 14(5) of the Securities Industry (Central Depositories) Act, 1991 as amended from time to time ("Central Depositories Act") and therefore, the Central Depositories Act and the Rules of Bursa Malaysia Depository Sdn Bhd ("Bursa Depository") shall apply in respect of dealings in the provisional allotment of Rights Shares with Warrants (as defined herein).



(Company No. 541706-V)
(Incorporated in Malaysia under the Companies Act, 1965)

RENOUNCEABLE RIGHTS ISSUE OF UP TO 54,445,440 NEW ORDINARY SHARES OF RM0.50 EACH IN FURNIWEB INDUSTRIAL PRODUCTS BERHAD ("FIPB" OR THE "COMPANY") ("FIPB SHARES") ("RIGHTS SHARES") AT AN ISSUE PRICE OF RM0.55 PER RIGHTS SHARE, ON THE BASIS OF THREE (3) RIGHTS SHARES WITH WARRANTS FOR EVERY FIVE (5) EXISTING FIPB SHARES HELD TOGETHER AS AT 5.00 P.M. ON 16 JUNE 2014 WITH UP TO 54,445,440 FREE DETACHABLE NEW WARRANTS IN FIPB ("WARRANTS") ON THE BASIS OF ONE (1) WARRANT FOR EVERY ONE (1) RIGHTS SHARE SUBSCRIBED FOR ("RIGHTS ISSUE WITH WARRANTS")

Principal Adviser and Underwriter



Kenanga Investment Bank Berhad
(Company No. 15678-H)
(A Participating Organisation of Bursa Malaysia Securities Berhad)

To: The Entitled Shareholders

Dear Sir/Madam,

The Board of Directors of FIPB ("Board") has provisionally allotted to you, in accordance with the ordinary resolution passed at the Extraordinary General Meeting convened on 14 April 2014 and the approval by Bursa Malaysia Securities Berhad ("Bursa Securities") vide its letter dated 11 March 2014, the number of Rights Shares with Warrants as indicated below ("Provisional Allotment").

We wish to advise that the following number of Rights Shares with Warrants provisionally allotted to you in respect of the Rights Issue with Warrants have been confirmed by Bursa Depository, and upon acceptance, will be credited into your Central Depository System ("CDS") account(s) subject to the terms and conditions stated in the Abridged Prospectus and the Rights Subscription Form ("RSF") issued by the Company.

The Provisional Allotment is made subject to the provisions in the Abridged Prospectus issued by the Company. Bursa Securities has already prescribed the securities of the Company listed on the Main Market of Bursa Securities to be deposited with Bursa Depository. Accordingly, the Provisional Allotment arising from the Rights Issue with Warrants are prescribed securities and, as such, all dealings in the Provisional Allotment will be by way of book entries through CDS accounts and will be governed by the Central Depositories Act and the Rules of Bursa Depository.

ALL THE RIGHTS SHARES WITH WARRANTS TO BE ISSUED PURSUANT TO THE RIGHTS ISSUE WITH WARRANTS WILL BE ALLOTTED BY WAY OF CREDITING THE RIGHTS SHARES WITH WARRANTS INTO THE CDS ACCOUNTS OF THE ENTITLED SHAREHOLDERS AND/OR THEIR RENOUNCEE(S) (IF APPLICABLE). NO PHYSICAL SHARE AND WARRANT CERTIFICATES WILL BE ISSUED.

It is the intention of the Board to allot the excess Rights Shares with Warrants, if any, on a fair and equitable basis and in the following priority:

- (i) firstly, to minimise the incidence of odd lots;
- (ii) secondly, for allocation to Entitled Shareholders who have applied for excess Rights Shares with Warrants on a pro-rata basis and in board lot, calculated based on their respective shareholdings in the Company as at the Entitlement Date;
- (iii) thirdly, for allocation to Entitled Shareholders who have applied for excess Rights Shares with Warrants on a pro-rata basis and in board lot, calculated based on the quantum of their respective excess application; and
- (iv) fourthly, the remaining balance (if any) for allocation to renounees (if applicable) who have applied for excess Rights Shares with Warrants on a pro-rata basis and in board lot, calculated based on the quantum of their respective excess application.

Nevertheless, the Board reserves the right to allot any excess Rights Shares with Warrants applied for under Part I(B) of the RSF in such manner as the Board deems fit and expedient and in the best interest of the Company subject always to such allocation being made on a fair and equitable basis, and that the intentions of the Board as set out in (i) to (iv) above are achieved.

NAME, ADDRESS AND CDS ACCOUNT NUMBER OF ENTITLED SHAREHOLDER			
NUMBER OF FIPB SHARES HELD AS AT 5.00 P.M. ON 16 JUNE 2014	NUMBER OF RIGHTS SHARES PROVISIONALLY ALLOTTED TO YOU	NUMBER OF WARRANTS PROVISIONALLY ALLOTTED TO YOU	AMOUNT PAYABLE IN FULL UPON ACCEPTANCE AT RM0.55 PER RIGHTS SHARE (RM)

IMPORTANT RELEVANT DATES AND TIME:	
Entitlement date	: Monday, 16 June 2014 at 5.00 p.m.
Last date and time for sale of provisional allotment	: Monday, 23 June 2014 at 5.00 p.m.
Last date and time for transfer of provisional allotment	: Thursday, 26 June 2014 at 4.00 p.m.
Last date and time for acceptance and payment	: Tuesday, 1 July 2014 at 5.00 p.m.*
Last date and time for excess Rights Shares with Warrants application and payment.....	: Tuesday, 1 July 2014 at 5.00 p.m.*
* or such later date and time as the Board and Kenanga Investment Bank Berhad in their absolute discretion may decide and announce not less than two (2) market days before the stipulated date and time.	

By order of the Board
Yeoh Chong Keat (MIA 2736)
Lim Fei Chia (MAICSA 7036158)
Company Secretaries

Share Registrar
BINA MANAGEMENT (M) SDN BHD (50164-V)
Lot 10, The Highway Centre
Jalan 51/205, 46050 Petaling Jaya
Selangor Darul Ehsan
Malaysia
Tel: 603-7784 3922
Fax: 603-7784 1988

NOTES AND INSTRUCTIONS FOR COMPLETION OF THIS RSF

THIS RSF IS NOT A TRANSFERABLE OR NEGOTIABLE INSTRUMENT.

If you are in any doubt as to the action you should take, you consult your stockbroker, bank manager, solicitor, accountant or other professional adviser immediately. All enquiries concerning the Rights Issue with Warrants should be addressed to the Share Registrar of FIPB, Bina Management (M) Sdn Bhd at Lot 10, The Highway Centre, Jalan 51/205, 46050 Petaling Jaya, Selangor Darul Ehsan. Shareholders of FIPB whose names appear in FIPB's Record of Depositors maintained by Bursa Depository at 5.00 p.m. on 16 June 2014 will be entitled to the Rights Issue with Warrants ("Entitled Shareholders"). **YOU SHOULD READ AND UNDERSTAND THE CONTENTS OF THE ABRIDGED PROSPECTUS TO WHICH THIS RSF RELATES BEFORE COMPLETING THIS RSF. In accordance with the Capital Markets and Services Act, 2007, this RSF must not be circulated unless accompanied by the Abridged Prospectus.**

The Abridged Prospectus, together with this RSF and the NPA (collectively the "Documents") are not intended to be issued, circulated or distributed in countries or jurisdictions other than Malaysia and no action has been or will be taken to ensure that the Rights Issue with Warrants complies with the laws of any countries or jurisdictions other than the laws of Malaysia. It shall be the sole responsibility of the Entitled Shareholders and/or their renounees (if applicable) who are residents in countries or jurisdictions other than Malaysia, to immediately consult their legal advisers and/or other professional as to whether acceptance or renunciation (as the case may be) of the provisional allotment of Rights Shares with Warrants would result in the contravention of any laws of such countries or jurisdictions. Neither the Company, KIBB nor any other advisers to the Rights Issue with Warrants shall accept any responsibility or liability, in the event that any acceptance or sale/transfer of the provisional allotment of Rights Shares with Warrants made by Entitled Shareholders and/or their renounees (if applicable) is or shall become illegal, unenforceable, voidable or void in such countries or jurisdictions.

A copy of the Abridged Prospectus has been registered with the Securities Commission Malaysia ("SC"). The registration of the Abridged Prospectus should not be taken to indicate that the SC recommends the Rights Issue with Warrant or assumes responsibility for the correctness of any statement made or opinion or report expressed in the Abridged Prospectus. The SC has not, in any way, considered the merits of the securities being offered for investment. A copy each of the Abridged Prospectus, together with the NPA and RSF, has also been lodged with the Registrar of Companies who takes no responsibility for its contents.

Approval for the Rights Issue with Warrants has been obtained from the shareholders of FIPB at an extraordinary general meeting held on 14 April 2014. Approval has also been obtained from Bursa Malaysia Securities Berhad ("Bursa Securities"), vide its letter dated 11 March 2014 for the admission to the Official List of Bursa Securities and the listing of and quotation for all to the new securities to be issued pursuant to the Rights Issue with Warrants. The admission to the Official List of Bursa Securities and listing of and quotation for the new securities is in no way reflective of the merits of the Rights Issue with Warrants.

The Board has seen and approved the Documents. They, collectively and individually, accept full responsibility for the accuracy of the information given and confirm that, after having made all reasonable inquiries and to the best of their knowledge and belief, there are no false or misleading statements or other facts which if omitted would make the statements in the Documents false or misleading.

Unless otherwise stated, the unit of currency used in this RSF is Ringgit Malaysia or "RM" in abbreviation.

INSTRUCTIONS:

(I) LAST DATE AND TIME FOR ACCEPTANCE AND PAYMENT

The last date and time for acceptance of and payment for the Rights Shares with Warrants is on 1 July 2014 at 5.00 p.m. or such later date and time as the Board and KIBB in their absolute discretion may decide and announce not less than two (2) market days before the stipulated date and time.

(II) FULL OR PART ACCEPTANCE AND PAYMENT FOR THE RIGHTS SHARES WITH WARRANTS

The Rights Shares with Warrants is renounceable in full or in part. If you wish to accept your entitlement, please complete Parts I(A) and II of this RSF in accordance with the notes and instructions contained in the Abridged Prospectus and RSF. Each completed and signed RSF together with the relevant payment must be despatched by **ORDINARY POST, COURIER or DELIVERED BY HAND** (at your own risk) to the Share Registrar, Bina Management (M) Sdn Bhd at Lot 10, The Highway Centre, Jalan 51/205, 46050 Petaling Jaya, Selangor Darul Ehsan, Malaysia. Each completed RSF must be accompanied by the appropriate remittance in RM for the full amount payable for the Rights Shares with Warrants accepted in the form of Banker's Draft or Cashier's Order or Money Order or Postal Order drawn on a bank or post office in Malaysia and made payable to "FIPB RIGHTS ISSUE ACCOUNT", crossed "ACCOUNT PAYEE ONLY" and endorsed on the reverse side with your name, contact number, address and your CDS account number in block letters to be received by Bina Management (M) Sdn Bhd by 5.00 p.m. on 1 July 2014 or such later date and time as the Board and KIBB may in their absolute discretion decide and announce not less than two (2) market days before the stipulated date and time. The payment must be made for the exact amount payable for the Rights Shares with Warrants accepted. Any excess or insufficient payment may be rejected at the absolute discretion of the Board. Cheques or other mode(s) of payment are not acceptable.

Applications accompanied by payments other than in the manner stated above or with excess or insufficient remittances may or may not be accepted at the absolute discretion of the Board. Details of the remittances must be filled in the appropriate boxes provided in this RSF.

No acknowledgement will be issued for the receipt of this RSF or application monies in respect of the Rights Issue with Warrants. However, if your application is successful, a Notice of Allotment will be despatched to you by ordinary post to the address as shown in the Record of Depositors at your own risk within eight (8) market days from the last date for acceptance of and payment for the Rights Shares with Warrants or such other period as may be prescribed by Bursa Securities.

Where an application is not accepted or is partially accepted, the full amount or the balance of the application monies, as the case may be, will be refunded without interest and shall be despatched to the applicant by ordinary post to the address as shown in the Record of Depositors provided by Bursa Depository at your own risk within fifteen (15) market days from the last date for acceptance and payment for the Rights Shares with Warrants.

(III) APPLICATION FOR EXCESS RIGHTS SHARES WITH WARRANTS

Payment for excess Rights Shares with Warrants applied for should be made in the form of Banker's Draft or Cashier's Order or Money Order or Postal Order drawn on a bank or post office in Malaysia made payable to "FIPB EXCESS APPLICATION ACCOUNT", crossed "ACCOUNT PAYEE ONLY" and endorsed on the reverse side with your name, contact number, address and your CDS account number in block letters to be received by the Share Registrar, Bina Management (M) Sdn Bhd by 5.00 p.m. on 1 July 2014 or such later date and time as the Board may decide and announce not less than two (2) market days before the stipulated date and time. The payment must be made for the exact amount payable for the excess Rights Shares with Warrants applied. Any excess or insufficient payment may be rejected at the absolute discretion of the Board. Cheques or other mode(s) of payment are not acceptable.

No acknowledgement will be issued for successful excess Rights Shares with Warrants applications but a Notice of Allotment will be despatched to successful applicants by ordinary post to the address as shown in the Record of Depositors at your own risk within eight (8) market days from the last date and time for excess Rights Shares with Warrants application and payment or such other period as may be prescribed by Bursa Securities.

In respect of unsuccessful or partially successful applications for excess Rights Shares with Warrant, the full amount or the surplus application monies, as the case may be, will be refunded without interest by ordinary post to the address as shown in the Record of Depositors at your own risk within fifteen (15) market days from the last date and time for excess Rights Shares with Warrants application and payment.

It is the intention of the Board to allot the excess Rights Shares with Warrants, if any, on a fair and equitable basis and in the following priority:-

- (i) firstly, to minimise the incidence of odd lots;
- (ii) secondly, for allocation to Entitled Shareholders who have applied for excess Rights Shares with Warrants on a pro-rata basis and in board lot, calculated based on their respective shareholdings in the Company as at the Entitlement Date;
- (iii) thirdly, for allocation to Entitled Shareholders who have applied for excess Rights Shares with Warrants on a pro-rata basis and in board lot, calculated based on the quantum of their respective excess application; and
- (iv) fourthly, the remaining balance (if any) for allocation to renounees (if applicable) who have applied for excess Rights Shares with Warrants on a pro-rata basis and in board lot, calculated based on the quantum of their respective excess application.

Nevertheless, the Board reserves the right to allot the excess Rights Shares with Warrants applied for under Part I(B) of the RSF in such manner as the Board deem fit and expedient and in the best interest of the Company subject always to such allocation being made on a fair and equitable basis and that the intentions of the Board as set out above are achieved. The Board also reserves the right to accept any excess Rights Shares with Warrants application, in full or in part, without assigning any reason thereof.

(IV) SALE/TRANSFER OF THE PROVISIONAL ALLOTMENT OF RIGHTS SHARES WITH WARRANTS

If you wish to sell/ transfer all or part of your provisionally allotted Rights Shares with Warrants to your renounee(s) (if applicable), you may do so immediately through your stockbroker without first having to request the Company for a splitting of the provisionally allotted Rights Shares with Warrants standing to the credit of your CDS accounts. To sell/transfer all or part of your provisionally allotted Rights Shares with Warrants, you may sell such provisionally allotted Rights Shares with Warrants on the open market of Bursa Securities or transfer such provisional allotment to such persons as may be allowed pursuant to the Rules of Bursa Depository.

In selling/transferring all or part of your provisionally allotted Rights Shares with Warrants, you and/ or your renounee(s) (if applicable) need not deliver any document, including this RSF, to the stockbroker. However, you and/or your renounee(s) (if applicable) must ensure that you have sufficient provisionally allotted Rights Shares with Warrants standing to the credit of your CDS account before trading.

The purchaser(s)/renounee(s)/transferee(s) can collect a copy of this RSF for the acceptance of his/her/their rights from his/her/their stockbroker, all Malaysian stockbroking companies, the Registered Office of the Company, the Share Registrar's office or Bursa Malaysia's website at <http://www.bursamalaysia.com>.

If you have sold only part of the provisionally allotted Rights Shares with Warrants, you may still accept the balance of your provisionally allotted Rights Shares with Warrants by completing Parts I and II of this RSF.

(V) GENERAL INSTRUCTIONS

- (a) All applicants must sign on the front page of this RSF. All corporate bodies must affix their Common Seals.
- (b) A Malaysian Revenue Stamp (NOT POSTAGE STAMP) of RM10.00 must be affixed on the this RSF.
- (c) The Rights Shares with Warrants subscribed by the Entitled Shareholders and/or their transferee(s) and/or their renounee(s) (if applicable) will be credited into their respective CDS accounts as stated in this RSF or the exact account(s) appearing on Bursa Depository's record of depositors.
- (d) Any interest or other benefit accruing on or arising from or in connection with any application monies shall be for the benefit of the Company and the Company shall not be under any obligation to account for such interest or other benefit to you.
- (e) The contract arising from the acceptance of the provisionally allotted Rights Shares with Warrants by you shall be governed by and construed in accordance with the laws of Malaysia, and you shall be deemed to have irrevocably and unconditionally submitted to the exclusive jurisdiction of the courts of Malaysia in respect of any matter in connection with this RSF and the contract arising therefrom.
- (f) The Company reserves the right to accept or reject any acceptance and/or application if the instructions above are not strictly adhered to or which are illegible.
- (g) Entitled Shareholders and/or their transferee(s) and/or their renounee(s) (if applicable) should note that this RSF and remittances so lodged with FIPB's Share Registrar shall be irrevocable and shall not be subsequently withdrawn.