

SunMoon Food Company Limited

**INTERESTED PERSON TRANSACTION  
LEASE OF PREMISES**

The Company wishes to announce that it has entered into a 3 year lease agreement with Friven & Co. International Pte Ltd, in respect of premises at 56 Tanglin Road, Singapore 247964, provisionally numbered as Unit #01-01B (the "Premises"). It is proposed that the Company will use the Premises to be its new concept retail store, named SunMoon Fresh, to bring its products closer to consumers. The SunMoon Fresh concept is riding on the increasing trends of the health-conscious and discerning consumers who look for the best quality in fresh fruits.

Mr Gary Loh Hock Chuan, a director of the Company, is also a director of Friven & Co. Ltd., the holding company of Friven & Co. International Pte. Ltd.

The annual rental payable for the Premises is S\$563,164.20 exclusive of GST (payable monthly in advance). The terms of the lease agreement have been reviewed and approved by the Audit Committee and the Board of Directors of the Company, and is in accordance with market rental rates as indicated by CB Richard Ellis (Pte) Ltd, the independent valuers appointed by the Company. Mr Loh had abstained from the Board's review and approval of the lease agreement.

By order of the Board