



SUNMOON FOOD COMPANY LIMITED

(Incorporated in the Republic of Singapore on 29 September 1983)
Registration No. 198304656K
(the "Company")

UPDATE ANNOUNCEMENT

*Unless otherwise defined, capitalised terms used in this announcement shall have the same meaning as defined in the announcement issued by the Company dated 10 February 2016 relating to the proposed acquisition of ordinary shares representing 12% of the total issued share capital of Harvest Season Singapore Pte Ltd (the "**Previous Announcement**").*

The board of directors (the "**Board**") of the Company refers to the Previous Announcement and wishes to update that Gary Loh Hock Chuan ("**Mr Loh**"), the Executive Chairman of the Company, has informed the Board on 18 February 2016 that both him and his wife have an interest in the Proposed Acquisition through two companies, SLS Atelier Pte Ltd ("**SLS**") and GLOH Fresh Pte Ltd ("**GLOH Fresh**").

SLS and GLOH Fresh are both indirectly wholly owned by Mr Loh and his wife, Selena Cheng Koh Min.

The Company understands the nature of the interest of Mr Loh and his wife in the Proposed Acquisition through SLS and GLOH Fresh is as follows:

- (a) SLS is currently in discussions with Tony to explore the use of certain intellectual property rights belonging to SLS. As at the date of this announcement, the discussions have not been finalised.
- (b) GLOH Fresh had previously been in discussions with Tony in relation to the setting up of an online fruit trading business in China, and had provided certain advances to Tony for this purpose. However, the project was terminated in October 2015 by both parties. As of the date of this announcement, some of the advances are still outstanding.

In light of the interest of Mr Loh and his wife in the Proposed Acquisition as disclosed above, the Board will convene another Board meeting (where Mr Loh will abstain from making any recommendation, deliberating, and voting on the resolutions) to deliberate on the Proposed Acquisition again, taking into account all relevant facts including the information disclosed above.

The Company will keep the Shareholders informed of further developments and will make further announcements as and when appropriate.

BY ORDER OF THE BOARD

Ms. Chia Lay Beng
Company Secretary

19 February 2016