



SUNMOON FOOD COMPANY LIMITED

(Incorporated in the Republic of Singapore)

Registration No. 198304656K

UPDATES ON BUSINESS ACTIVITIES OF AN INDIRECT WHOLLY-OWNED SUBSIDIARY

The board of directors (the “**Directors**” or collectively, the “**Board**”) of SunMoon Food Company Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce to shareholders of the Company (“**Shareholders**”) that the Company’s indirect wholly-owned subsidiary, Shanghai Shanyan International Trading Co., Ltd. (“**Shanyan**”) intends to expand its current distribution offerings to include, non-food related products.

As at the date of this announcement, Shanyan is inactive.

Moving forward, Shanyan intends to distribute and/or trade bulk commodities including but not limited to non-hazardous chemical products (such as polyethylene, polypropylene, polyvinylchloride...etc) (“**New Distribution Product Strategy**”).

In carrying out the New Distribution Product Strategy, the Company will control the costs by relying on its existing distribution channels and building on its existing supply chain management expertise. In addition, the identified customers and suppliers are based primarily in the People’s Republic of China and in line with the Company’s asset-light business strategy, Shanyan will not be acquiring nor storing inventories.

The Company does not intend to acquire nor incur additional financing obligations in relation to the New Distribution Product Strategy and for the reasons stated above, the Group is accordingly of the view that there will not be a material impact to the financial position of the Group.

CAUTION IN TRADING

The Company will provide further details in subsequent announcements in accordance with the listing rules of the SGX-ST at the appropriate junctures. In the meantime, the Board wishes to advise shareholders of the Company and potential investors to exercise caution in their dealings in shares of the Company, and where in doubt as to the action they should take, they should consult their financial, tax and other advisers.

BY ORDER OF THE BOARD

Mr James Prideaux
Chairman and Lead Independent Director

6 September 2024