LORENZO INTERNATIONAL LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 200508277C)

EXPANDED SCOPE AUDIT REPORT

The Board of Directors of Lorenzo International Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to inform the shareholders that the Company's auditors, Foo Kon Tan LLP (the "**Auditors**"), had in August 2017, at the request of the Audit Committee (the "**AC**"), commenced an expanded scope audit (the "**Expanded Scope Audit**") in order to address certain issues relating to the financials of the Company, including without limitation, in relation to certain write backs of impairment of receivables and slow-moving inventories, loan(s) from directors/shareholders, and matters relating to the deposit of S$2.8 million to Straitsworld Advisory Limited/Michael Chan (the "**Matters**").

The request by the AC to the Auditors to conduct the Expanded Scope Audit was pursuant to queries issued by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") regarding the Matters.

The Auditors have completed the Expanded Scope Audit and the report on its findings is annexed to this announcement for the shareholders' information.

The AC and the Board wishes to assure the shareholders that they will continue to take all necessary actions in the best interests of the shareholders and the Group.

By Order of the Board

Lim Pang Hern
Executive Director / Deputy Chairman
13 December 2017