LORENZO INTERNATIONAL LIMITED
(Company Registration No. 200508277C)
(*Incorporated in the Republic of Singapore*)

SGX-ST QUERIES RELATING TO THE TERM SHEET WITH STRAITSWORLD ADVISORY LIMITED

The Board of Directors (the "**Board**") of Lorenzo International Limited (the "**Company**", and the Company together with its subsidiaries shall be referred to as the "**Group**") refers to the Company's announcements dated 8 May 2015, 9 June 2015, 25 June 2015, 6 July 2015 and 31 July 2015 relating to, inter alia, the term sheet with Straitsworld Advisory.

Terms used in this announcement shall unless otherwise provided, have the same meaning ascribed to it in the 31 July 2015 announcement entitled "SGX- ST Queries Relating to the Term Sheet with Straitsworld Advisory Limited".

The Board wishes to update the shareholders of the Company that it has received the following additional query set out below from the SGX- ST, the Company's response to the SGX- ST query is set out in bold italics below the question.

SGX- ST Query:

"In the Company's announcement on 8 May 2015, the Term Sheet with Straitsworld Advisory Ltd required the payment by the Company of a refundable deposit S$2 million (the "**Refundable Deposit**"). On 9 June 2015, "net proceeds of S$0.800 million from the Rights Issue have been used to pay for the additional refundable deposit for Proposed Transaction". Subsequently, together with the "Response to SGX queries" on 31 July 2015, the Company announced that a supplementary deed dated 31 July 2015 was signed with Straitsworld Advisory Ltd and the Refundable Deposit was increased from S$2.0 million to S$2.8 million. Please disclose the reason for the additional payment of S$0.8 million and why this payment was necessary under the Term Sheet prior to 31 July 2015."

Answer: As stated in the announcement on 8 May 2015, the Company and Straitsworld Advisory intend to negotiate on the terms of the Proposed Transaction and pursuant thereto, an initial refundable deposit of S$2 million was paid to secure the Proposed Transaction. Straitsworld Advisory subsequently requested the additional payment of S$0.8 million to be made as an additional commitment fee to secure the Proposed Transaction. The Company agreed to do so and as such the additional payment was made to Straitsworld Advisory.

It did not to occur to the Company and Straitsworld when the additional payment of S$0.8 million was paid to Straitsworld that the Term Sheet ought to be amended to include the additional payment. However, it was the parties' agreement at the time of the additional payment that the additional payment formed part of the refundable deposit. It only occurred to the Company when it was responding to SGX-ST initial queries that the Term Sheet ought to be amended. As such, the Supplemental Deed

dated 31 July 2015 included a provision that the refundable deposit is increased to S$2.8 million.

As explained in the announcement on 31 July 2015, the Company is bound by confidentiality obligations relating to the Proposed Transaction and also as the terms are still being negotiated, the Company is unable at this juncture to disclose the details relating to the payment of the S$2.8 million refundable deposit.

The Company will keep shareholders updated with the progress of the Proposed Development as and when the Board deems appropriate and having regard to its disclosure obligations under the SGX- ST Listing Manual.

BY ORDER OF THE BOARD

Teoh Jin Thean
Executive Director / CEO
Singapore, 6 August 2015