

**SUPPLEMENTAL AGREEMENT FOR THE PROPOSED ACQUISITION OF THE ENTIRE
ISSUED AND PAID-UP SHARE CAPITAL OF KNIT TEXTILE AND APPAREL PTE. LTD.**

1. INTRODUCTION

1.1 The Board of Directors (the “**Board**” or the “**Directors**”) of Lereno Bio-Chem Ltd. (the “**Company**”) refers to the following announcements (collectively, the “**Announcements**”):

1.1.1 the Company’s announcement dated 29 September 2017 (the “**Acquisition Announcement**”) relating to the entering of a conditional put and call option agreement (the “**Agreement**”) dated 27 September 2017 for the proposed acquisition of the entire issued and paid-up share capital of Knit Textile and Apparel Pte. Ltd. (the “**Target**”) (the “**Proposed Acquisition**”); and

1.1.2 the Company’s announcement dated 6 February 2018 (the “**Time Extension Announcement**”) relating to the extension of time granted by the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) for the Company, as a cash company, to complete the Proposed Acquisition and meet the requirements for a new listing under the SGX-ST Listing Manual Section B: Rule of Catalyst by 31 August 2018 (the “**Time Extension**”).

1.2 Unless otherwise defined herein or the context requires otherwise, all capitalised terms used in this announcement shall have the same meanings ascribed to them in the Announcements.

2. SUPPLEMENTAL AGREEMENT

2.1 The Board of Directors wishes to inform the shareholders of the Company (the “**Shareholders**”) that the Company and the Vendor (collectively, the “**Parties**”) have on 13 February 2018, entered into a supplemental agreement (the “**Supplemental Agreement**”) to amend certain provisions in the Agreement.

2.2 The principal amendments to the Agreement pursuant to the Supplemental Agreement are set out below:

2.2.1 The Long Stop Date referred to in Section 3.5 (*Long Stop Date*) of the Acquisition Announcement has been **extended from 15 February 2018 to 31 August 2018**. This is to take into account the Time Extension granted by SGX-ST (as announced in the Time Extension Announcement).

2.2.2 In relation to Section 2.2 (*Target Subsidiaries*) of the Acquisition Announcement, an additional company incorporated in Malaysia, Knit Textile Holdings Sdn Bhd, has been added as one of the Target Subsidiaries, and will be acquired and directly or indirectly owned by the Target pursuant to the Restructuring.

2.3 Save for the principal amendments disclosed in paragraphs 2.2.1 and 2.2.2 above, all other terms and conditions of the Agreement remain in full force and effect.

3. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

- 3.1 Save as disclosed in this announcement and their respective shareholdings in the Company, none of the Directors or, as far as the Directors are aware, the controlling Shareholders, or their respective associates has any interest, direct or indirect, in the Supplemental Agreement.

4. RESPONSIBILITY STATEMENT

- 4.1 The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Proposed Acquisition, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.
- 4.2 The Vendor accepts full responsibility for the accuracy of the information given in this announcement in respect of information relating to the Vendor, the Target Group and the Target Group Companies and confirm, after making all reasonable enquiries, that to the best of his knowledge and belief, this announcement constitutes full and true disclosure of all material facts in respect of the Vendor, the Target Group and the Target Group Companies, and the Vendor is not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Vendor has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

5. DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the Supplemental Agreement are available for inspection during normal business hours from 9 a.m. to 5 p.m. at the registered office of the Company at 80 Robinson Road #02-00 Singapore 068898, for a period of three (3) months from the date of this announcement.

6. CAUTION IN TRADING

Shareholders and potential investors are advised to exercise caution in trading their Shares. The Proposed Acquisition is subject to numerous conditions and further due diligence by the Company. There is no certainty or assurance as at the date of this announcement that the Proposed Acquisition will be completed, or that no changes will be made to the terms thereof. The Company will make the necessary announcements when there are further developments on the Proposed Acquisition and other matters contemplated by this announcement, the Acquisition Announcement and/or the Time Extension Announcement. Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors

should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board of Directors
LERENO BIO-CHEM LTD.

Ong Puay Koon
Managing Director and Chief Executive Officer
13 February 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "Exchange"). The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Ong Hwee Li (Telephone: 65-6532 3829) at 1 Robinson Road, #21- 02 AIA Tower, Singapore 048542.