SUNMOON FOOD COMPANY LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 198304656K)

UPDATES TO SHAREHOLDERS

The Board of Directors (the "**Board**") of SunMoon Food Company Limited (the "**Company**" and its subsidiaries, the "**Group**") refers to announcement made by the Company on 18 February 2023, relating to the proposed placement of 125,000,000 new ordinary shares in the capital of the Company at the placement price of S$0.023 per share for an aggregated consideration of S$2,875,000.

Under the terms of the Placement Agreement, the Placee shall, by no later than 28 February 2023, pay to the Company a deposit of S$862,500.00 ("Deposit") which will form part of the Placement Consideration on completion. The Deposit shall be forfeited if completion does not occur due to the breach by the Placee of any provision of the Placement Agreement or if the Placee in breach of the Placement Agreement does not at Completion Date subscribe for the Placement Shares.

The Board is pleased to update shareholders of the Company ("**Shareholders**") that the Company had received the placement deposit in full by 28 February 2023.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company. The Company will make the necessary announcements as and when there are material developments on this matter. Shareholders of the Company and potential investors are advised to read all announcements by the Company carefully and to consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD
SUNMOON FOOD COMPANY LIMITED

James Prideaux
Chairman and Lead Independent Director

1 March 2023