



GREEN BUILD TECHNOLOGY

GREEN BUILD TECHNOLOGY LIMITED (FORMERLY KNOWN AS YOUYUE INTERNATIONAL LIMITED)

(Incorporated in the Republic of Singapore)

(Company Registration No.: 200401338W)

PROPOSED CHANGE OF AUDITORS FROM ERNST & YOUNG LLP TO KPMG LLP

1. PROPOSED CHANGE OF AUDITORS

- 1.1 The Board of Directors (the “**Directors**”) of Green Build Technology Limited (the “**Company**”, and together with its subsidiaries, (the “**Group**”) wishes to announce the Company’s intention to undertake a change of auditors from Ernst & Young LLP (“**EY**”) to KPMG LLP (“**KPMG**”) (the “**Proposed Change of Auditors**”).
- 1.2 An extraordinary general meeting (“**EGM**”) has been convened to take place on 10 October 2016 to obtain approval from the shareholders of the Company (the “**Shareholders**”) for the Proposed Change of Auditors.
- 1.3 Pursuant to mutual agreement between the Company and EY, EY has submitted its notice of resignation to the Company on 21 July 2016, pursuant to which EY has informed the Company that they intend to resign as auditors of the Company. The Directors thank EY for its professional services and support in the past years.
- 1.4 The Company proposes that KPMG be appointed in place of EY for the financial year ending 31 December 2016. The resignation of EY as the auditors of the Company and the appointment of KPMG as the new auditors of the Company will take effect upon the approval of the Shareholders at the EGM.
- 1.5 The Proposed Change in Auditors is recommended by the audit committee of the Company (the “**Audit Committee**”) for the following reasons:
 - (a) The Group is conducting an ongoing review of its business, including but not limited to its corporate governance to enable the Company to address the potential business and financial challenges moving forward. As part of ongoing good corporate governance, the Directors are of the view that a change of auditors would enable the Company to benefit from fresh perspectives, as views from another professional audit firm would enhance the value of the audit. A renewal of this nature is also indicative of the Company’s efforts to ensure that there would be no actual or perceived issues of independence of auditors for good corporate governance.
 - (b) The Audit Committee, having considered, *inter alia*, the number of staff in the audit engagement team, the seniority of the audit team members and the involvement of the incoming auditors, are of the opinion that KPMG is well suited to meet the existing needs and audit requirements of the Group and is likely to enhance the value of the audit.
- 1.6 After having considered, amongst other things, the terms and/or rationale of the Proposed Change of Auditors, the Board has accepted the Audit Committee’s recommendation and proposes the appointment of KPMG in place of EY as the auditors of the Group, subject to the

approval of the Shareholders at the EGM. Upon the appointment, KPMG will hold office until the conclusion of the next annual general meeting of the Company.

- 1.7 In accordance with the requirements of Rule 1203(5) of the Listing Manual:
- (a) the Company has received a copy of EY's professional clearance letter dated 21 July 2016 to KPMG, confirming that they are not aware of any professional reasons why KPMG should not accept appointment as the new auditors of the Company;
 - (b) the Directors confirm that there were no disagreements with EY on accounting treatments within the last 12 months from the date of this Announcement;
 - (c) the Directors confirm that the Company is not aware of any circumstances connected with the Proposed Change of Auditors that should be brought to the attention of the Shareholders which has not been disclosed in this Announcement;
 - (d) the reasons for the Proposed Change of Auditors are disclosed in this Announcement; and
 - (e) the Directors confirm that the Company is in compliance with Rules 712 and 715 of the Listing Manual in relation to the appointment of KPMG.
- 1.8 EY has confirmed to KPMG by way of a letter dated 21 July 2016 that they are not aware of any professional or other reasons why KPMG should not accept the appointment as auditors of the Company.

2. DESPATCH OF CIRCULAR

The Company will dispatch a circular dated 23 September 2016 to the Shareholders containing information on the Proposed Change of Auditors (the "**Circular**"). The Circular includes the notice of the EGM to be held at 10 October 2016 at 10.a.m at Tanglin 2 of RELC International Hotel, 30 Orange Grove Road, Singapore 258352 for the purpose of seeking Shareholders' approval for the Proposed Change of Auditors.

Shareholders who do not receive the Circular within one week from the date hereof should contact the Company at 9 Temasek Boulevard Suntec City Tower 2 #09-01 Singapore 038989.

BY ORDER OF THE BOARD

Mr Zhao Li Zhi
Executive Chairman

23 September 2016