

**LERENO BIO-CHEM LTD.**  
(Registration No. 197401961C)  
(Incorporated in the Republic of Singapore)

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

**- COMMENCEMENT OF CREDITOR OBJECTION PERIOD FOR THE PROPOSED CAPITAL REDUCTION**

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**1. COMMENCEMENT OF CREDITOR OBJECTION PERIOD FOR THE PROPOSED CAPITAL REDUCTION**

- 1.1 The Board of Directors (the “**Board**” or the “**Directors**”) of Lereno Bio-Chem Ltd. (the “**Company**”) refers to the Circular dated 21 December 2018 (“**Circular**”) in relation to the proposed acquisition of the entire issued and paid up share capital of Knit Textile and Apparel Pte. Ltd. (“**Proposed Acquisition**”).
- 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 Circular.
- 1.3 As approved by the Shareholders by way of a special resolution at the extraordinary general meeting (“**EGM**”) of the Company held on 18 January 2019, the Company will be undertaking the Proposed Capital Reduction to reduce its share capital in accordance with section 78C of the Companies Act to write off part of the Accumulated Losses of the Company.
- 1.4 The Proposed Capital Reduction is subject to, among other things, no application having been made for the cancellation of the Shareholders’ resolution approving the Proposed Capital Reduction by any creditor of the Company within the six (6) weeks commencing with the date on which the Proposed Capital Reduction was approved by the Shareholders (“**Creditor Objection Period**”), or if such application was made, the withdrawal or dismissal thereof by the judicial authorities.
- 1.5 The Board wishes to announce that the Creditor Objection Period has commenced on 18 January 2019.
- 1.6 Shareholders are advised to refer to the Circular for more details in relation to the Proposed Capital Reduction. The Company will make an announcement on SGXNET to update Shareholders if any of the conditions for the Proposed Capital Reduction as set out in the Circular is not met.

**2. RESPONSIBILITY STATEMENT**

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.

### 3. CAUTION IN TRADING

Shareholders and potential investors are advised to exercise caution in trading their Shares as the Proposed Acquisition is subject to certain conditions and there is no certainty or assurance as at the date of this announcement that the Proposed Acquisition will be completed. The Company will make the necessary announcements when there are further developments on the Proposed Acquisition and other matters contemplated by this announcement and/or the Announcements. 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  
18 January 2019

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*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. David Yeong (Telephone: 65-6232 3210) at 1 Robinson Road, #21- 00 AIA Tower, Singapore 048542.*