

**NUTRYFARM INTERNATIONAL LIMITED**  
(Company Registration Number: 32308)  
(Incorporated in Bermuda)

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**RESPONSE TO QUERIES FROM SINGAPORE EXCHANGE SECURITIES TRADING LIMITED**

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The Board of Directors (the “**Board**”) of NutryFarm International Limited (the “**Company**”), and together with its subsidiaries (the “**Group**”), refers to its announcement dated 3 July 2019 (the “**Announcement**”) on the qualified opinion by the independent auditor in the audited financial statements for the financial year ended 31 March 2019. In this regard, the Board would like to respond to the following queries raised by the Singapore Exchange Securities Trading Limited on 11 July 2019 (the “**SGX Queries**” and each an “**SGX Query**”) as follows:

**SGX Query (a)**

The 3 July 2019 announcement stated amongst others that:- “...the Company wishes to announce that its independent auditor, Baker Tilly TFW LLP, has issued a qualified opinion in the independent auditor’s report in respect of the Company’s audited financial statements for the financial year ended 31 March 2019 (“Independent Auditor’s Report”).”

The Board of Directors’ assessment of the Group’s ability to continue operating as a going concern and the bases for the said assessment;

**Company’s Response to SGX Query (a)**

Considering the Group’s financial position as at 31 March 2019, the Group has HK\$57.0 million net assets and HK\$135.3 million net current assets. The Group has maintained HK\$47.4 million in cash and bank balances, which is higher than the current liabilities of the Group amounting to HK\$35.5 million. That means the Group has sufficient cash flow to support its business in the next 12 months. Therefore the Board of Directors believes that the Group is able to continue operating as a going concern.

**SGX Query (b)**

The Board of Directors’ opinion as to whether trading of the Company’s shares should be suspended pursuant to Listing Rule 1303(3); and

**Company’s Response to SGX Query (b)**

As set out in the Company’s response to SGX Query (a), the Board of Directors believe the Group is able to continue operating as a going concern. In respect of Listing Rule 1303(3), there have neither been any applications filed with a court to place the Company under judicial management, nor any applications filed with a court for the liquidation of the Company.

As set out in the Company’s response to SGX Query (a), the Board of Directors believes that the Company is able to reasonably assess its finance position and inform the market accordingly.

**SGX Query (c)**

The Board of Directors’ confirmation as to whether sufficient information has been disclosed to enable trading of the Company’s shares to continue in an orderly manner and the bases for its views.

**Company's Response to SGX Query (c)**

The Board of Directors has continuously monitored the Company's operations and receives reports from the management about the Company's performance and financial status, and nothing material has come to the Board's attention that warrants disclosure to shareholders. In this regard, the Board of Directors confirms that to its best knowledge, sufficient information has been disclosed to shareholders to enable trading of the Company's shares to continue in an orderly manner.

**BY ORDER OF THE BOARD**

**Paul Gao Xiangnong**

Chief Executive Officer and Executive Director

15 July 2019