UNITED FOOD HOLDINGS LIMITED
(Incorporated in Bermuda as an exempted company limited by shares)
(Company Registration No. 28925)

ENTRY INTO COOPERATION FRAMEWORK AGREEMENT

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1. INTRODUCTION

The Board of Directors (the **"Board"**) of United Food Holdings Limited (the **"Company"** or together with its subsidiaries, the **"Group"**) wishes to announce that the Company had entered into a Cooperation Framework Agreement (the "**Agreement**") with Shenzhen Shareihome Technology Co., Ltd. ("**SST**") on 22 April 2021 in relation to the development of equipment production (Agricultural Artificial Intelligence), automation technology and marketing on internet of Things (IoT), (the "**Proposed Cooperation**").

Following detailed discussions with SST as well as preliminary due diligence conducted and notwithstanding the preliminary terms of the Agreement, the Board wishes to announce that the Company has placed a sum of RMB35 million as security deposit to SST pursuant to the terms of the Agreement for the purpose of facilitating the rollout of the potential business cooperation.

2. INFORMATION ON SST

SST is a corporation incorporated in Shenzhen, People Republic of China ("**PRC**") with their registered office at Room 1007, Building 10, Shenzhen Bay Science and Technology Ecological Park, No. 10 Gaoxin South 9th Road, Gaoxin District Community, Yuehai Street, Nanshan District, Shenzhen PRC.

SST's principal activities include technology development, technical services, technical consultation and technology transfer in the field of IoT and Internet; technical development of IoT technology and wireless product technology; development and sales of computer software and hardware technology; design and sales of wireless data terminal equipment; smart equipment, Information technology, IoT technology, automation control equipment, computer software and hardware technology development, transfer of self-owned technological achievements; wholesale and retail electronic products (except for special control), computer software and hardware and shop assistant equipment, intelligence equipment, mechanical and electrical equipment; domestic trade; import and export business.

3. RATIONALE AND SALIENT TERMS OF THE AGREEMENT

The entry by the Company into the Agreement is part of its strategy to broaden the relationship between the Company and SST over time which may include establishing a long-term stable and comprehensive cooperative intelligence (agricultural intelligence) and a strategic alliance of the IoT industry, to achieve the strategic goals of resource sharing, complementary advantages, and promotion of development between the two parties. With the cooperation framework, it would allow enhancement of the principles of equality, mutual benefit, and win-win cooperation including consensus reached through friendly consultations.

Subject to the satisfaction of the due diligence exercise to be carried by the Group's engaged professional valuer, the Company's right of conversion of security deposit of RMB35 million into

equity interest in the capital of SST shall be contingent upon the Company obtaining all relevant approvals (including from its shareholders).

The Company will provide further details in subsequent announcements in accordance with the listing rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") at the appropriate junctures.

4. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

Save for their respective shareholding interests in the Company, none of the directors (the "**Directors**") and, to the best of the Directors' knowledge, substantial shareholders of the Company have an interest, direct or indirect in the transactions set out in this announcement.

5. CAUTION IN TRADING

Shareholders and potential investors are advised to exercise caution when dealing or trading in the shares of the Company. The Proposed Cooperation is subject to the relevant approvals (if any) from the shareholders of the Company (the "**Shareholders**") and the SGX-ST (if relevant) being obtained, and to such further terms and conditions as are customary in similar transactions. The Company will provide further details in subsequent announcements in accordance with the listing rules of the SGX-ST at the appropriate junctures. Shareholders and potential investors are advised to consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board

Song Yanan
Non-Executive Chairman
12 May 2021