



ANAN INTERNATIONAL LIMITED
(Incorporated in Bermuda)
(Company Registration no. 35733)

**SPECIAL GENERAL MEETING TO BE HELD ON 12 OCTOBER 2021
RESPONSES TO QUESTIONS RAISED**

AnAn International Limited (“**Company**”) would like to thank shareholders for submitting their questions in advance of our Special General Meeting (“**SGM**”) to be convened and held by electronic means on Tuesday, 12 October 2021 at 2.00 p.m. (Singapore time).

Unless otherwise defined, capitalised terms used herein shall bear the same meaning ascribed to them in the Company’s circular to shareholders dated 17 September 2021 (“**Circular**”).

We have summarised the questions received by the Company and categorised them as follows:

- A. Financial Statements
- B. Appointment of Auditors
- C. Directors’ Remuneration

A. Financial Statements

1. Why is the Company appointing RT LLP to audit the financial statements for FY2018?

Please refer to Section 2.1 of the Circular for the circumstances leading to the appointment of RT LLP for the audit of the financial statements for FY2018.

2. Why were the audited financial statements for FY2018 not finalised by the exiting auditors?

Please refer to the Company’s Clarificatory Announcement released via SGXNet on 8 October 2021.

B. Appointment of Auditors

3. How was RT LLP selected as the proposed auditors for the Company?

RT LLP was one of several audit firms shortlisted by the management of the Company and presented to the Audit Committee. Please refer to Section 2.1 of the Circular for the circumstances leading to the appointment of RT LLP by the Audit Committee.

4. Does RT LLP have any previous relationship with the Company or has it been involved in any transactions with the Company?

No, RT LLP does not have any previous relationship with the Company. It has also not been involved in any transactions with the Company.

5. Are (a) RT LLP and (b) Mr Arumugam, the Audit Engagement Partner, suitable as an audit firm and an audit engagement partner respectively?

Please refer to Section 2.2 of the Circular for details relating to the credentials of RT LLP and the Audit Engagement Partner.

In particular, the Company would like to draw shareholders' attention to the fact that, as disclosed in Section 2.2 of the Circular, (a) RT LLP was subjected to the Practice Monitoring Program reviews by ACRA and the firm has passed the firmwide review with general points for improvement and no adverse feedback from all previous exercises, with the most recent in April 2019 and (b) Mr Arumugam was inspected by ACRA's Practice Monitoring Program and passed all previous inspections, with the most recent in 2019.

6. Has the Board considered and deliberated upon the additional costs for the appointment of RT LLP as auditors?

Yes, the Board had considered and deliberated upon the additional costs relating to the appointment of RT LLP and had considered such additional fees to be justified. Furthermore, in the light of the fact that the exiting auditors of the Company had resigned, any additional costs were necessary.

7. What is the estimated timeline for RT LLP to complete the audit of the financial statements for FY2018 to FY2020?

We anticipate that the audit of the financial statements for FY2018 to FY2020 may be completed on or before 30 June 2022.

8. Does RT LLP have the requisite credentials to audit companies in the industry that the Group is operating in?

For the reasons stated in Section 2.3 of the Circular, the Board is of the opinion that RT LLP would be able to meet the audit requirements of the Group.

9. Given that the Company has significant operations in China and France, how would Mr Arumugam, the Audit Engagement Partner, address the language barrier when conducting the audit of the Group?

RT LLP will be able to utilise its China-related resources from its affiliate firms within the RT ASEAN network to review the work papers of the Company's component auditors in Chinese. Furthermore, in the team of eight (8) members at RT LLP who would be assigned to audit the Group, there are members of the team who are conversant in the Chinese language, and they would be able to review the work papers of component auditors which are in Chinese. Separately, RT LLP will be able to utilise its France-related resources from its affiliates within BKR International network to review the work papers of the Company's component auditors in French

C. Directors' Reumuneration

10. Why is the Company seeking shareholders' approval for the payment of directors' fees for FY2019 to FY2021 prior to the approval of the audited financial statements for FY2019 to FY2021?

The payment of directors' fees is not contingent on the approval of audited accounts. Given that the directors have performed their duties for FY2019 to FY2020 and for three quarters of the Financial Year ending 31 December 2021, the Company is, *inter alia*, seeking shareholders' approval for the directors to be paid their fees for services already rendered.

**For and on Behalf of the Board of
AnAn International Limited**

Shirley Tan
Company Secretary
11 October 2021