

LORENZO INTERNATIONAL LIMITED
(Company Registration No. 200508277C)
(Incorporated in the Republic of Singapore)

**NON-BINDING TERM SHEET RELATING TO THE PROPOSED TRANSACTION
BETWEEN THE COMPANY AND STRAITSWORLD ADVISORY LIMITED**

1. INTRODUCTION

The Board of Directors (the "**Board**") of Lorenzo International Limited (the "**Company**") is pleased to announce that the Company has on 8 May 2015 entered into a term sheet (the "**Term Sheet**") with Straitsworld Advisory Limited (the "**Vendor**") (the Company and the Vendor collectively referred to as the "**Parties**").

The Vendor is a company incorporated in the British Virgin Islands and is in the business of business and investment consulting.

2. TERM SHEET

The Term Sheet relates to the proposed acquisition by the Company from the Vendor of medical facilities comprising premises and equipment at a prime location in Singapore (the "**Medical Facilities**") (the "**Proposed Transaction**").

The Parties intend to negotiate the terms of the definitive agreement on the Proposed Transaction.

2.1 Refundable Deposit

Pursuant to the Term Sheet, the Company paid a refundable deposit of S\$2 million (the "**Deposit**") to the Vendor, which the Vendor shall utilise solely for the purpose of the Proposed Transaction. The Deposit will be refunded to the Company without interest within seven (7) days after the expiry of the Exclusive Period (as defined at paragraph 2.2 below) unless a binding definitive agreement on the Proposed Transaction has already been executed between the Parties.

As at 8 May 2015, the relative figure of the Deposit compared with the Company's market capitalisation⁽¹⁾ based on the total number of issued shares excluding treasury shares is 10.4%.

Notes:

(1) *The Company's market capitalisation is computed based on the Company's issued and paid-up share capital of 313,800,466 shares in issue as at 7 May 2015 and on a volume weighted average price of S\$0.061 for each share traded on the SGX-ST on 7 May 2015 (being the full market day immediately preceding the date of the Term Sheet).*

2.2 Exclusive Period and Provision of Information

Pursuant to the Term Sheet, the Parties have agreed that, *inter alia*, for a period of forty-five (45) days from the date of the Term Sheet ("**Exclusive Period**"), either party

shall not solicit or negotiate any proposal from any other person or entity which would frustrate the possibility of the Parties proceeding with the Proposed Transaction.

The Term Sheet also contains provisions which provide that, *inter alia*, the Vendor agrees to provide to the Company and its representatives information relating to the Medical Facilities to enable the Company to evaluate the viability of the Proposed Transaction.

3. DISCLOSURE OF INTERESTS

As at the date of this announcement, the sole legal and beneficial shareholder of the Vendor is Mr Michael Chan Ewe Teck ("**Mr Chan**"). Mr Chan has an interest in 14,366,150 shares in the capital of the Company (representing 4.58% of the total issued and paid-up share capital of the Company). Mr Chan is also currently appointed as an advisor to the Company.

Save as disclosed above, the Directors are not aware of any substantial shareholder of the Company having any interest, direct or indirect, in the Proposed Transaction and have not received any notification of any interest in the Proposed Transaction from any substantial shareholder.

4. FURTHER ANNOUNCEMENTS

The Company will make further announcements as and when appropriate to update shareholders on the progress of the above transactions. Shareholders of the Company and potential investors should exercise caution when trading in the shares of the Company, and where in doubt as to the action they should take, they should consult their financial, tax and other advisers.

BY ORDER OF THE BOARD

Teoh Jin Thean
Executive Director / CEO
Singapore, 8 May 2015